

QUARTERLY STATEMENT
For the Quarter Ended September 30, 2002
of the condition and affairs of

THE First American Home Buyers Protection Corporation

Employer's ID No: 95 - 3898805

Organized under the Laws of the State of California, made to the
INSURANCE DEPARTMENT OF THE STATE OF OHIO, pursuant to the laws
thereof.

Incorporated February 9, 1984 Commenced Business March 1, 1984

Home Office 7833 Haskell Ave. Van Nuys, CA 91406
(Street and Number) (City or Town, State and Zip Code)

Mail Address P.O. Box 10180 Van Nuys, CA 91406
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office (818) 781-5050
(Area Code and Telephone Number)

Primary Location of Books 7833 Haskell Ave. Van Nuys, CA (818) 781-5050
(Street) (City, State and Zip Code) (Telephone)

Contact Person and Phone Number Martin R. Wool (818) 781-5050

OFFICERS **

<u>Martin R. Wool</u> (President)	<u>Daniel T. Langston</u> (Vice President)	<u></u> (Vice President)
<u>Debra S. Nagasawa</u> (Secretary)	<u></u> (Vice President)	<u></u> (Vice President)
<u>Carla M. Roupe</u> (Treasurer)	<u></u> (Vice President)	<u></u> (Vice President)

RECEIVED

DIRECTORS OR TRUSTEES **

NOV 15 2002

<u>Philip Bannan Branson</u>	<u>Carla Marie Roupe</u>
<u>Martin Raymond Wool</u>	<u>Denise Magnoli</u>
<u>Daniel Thomas Langston</u>	<u>Maggi Hawks</u>
<u>Debra Sue Nagasawa</u>	<u>Kathy Goldsmith</u>

State of California
County of Los Angeles SS.

Martin R. Wool, Debra S. Nagasawa Carla M. Roupe
(President) (Secretary) (Treasurer)

of the First American Home Buyers Protection Corp., being duly sworn, each for
himself deposes and says that they are the above described officers of the said company, and that on
September 30, 2002, all of the herein described assets were the absolute property
of the said company, free and clear from any liens of claims thereon, except as herein stated, and that this
quarterly statement, together with related exhibits, schedules and explanations therein contained, annexed or
referred to are a full and true statement of all the assets and liabilities and of the condition and affairs of the
said company as of September 30, 2002, and of its income and deductions
therefrom for the quarter ended on that date, according to the best of their information, knowledge and
belief, respectively.

Subscribed and sworn to before me this 4th day of November, 2002

Martin R. Wool
Debra S. Nagasawa
Carla M. Roupe
President
Secretary
Treasurer

Ginger Nelson
(seal)



**Or corresponding person having
charge of the accounts of company

STATEMENT AS OF September 30, 2002 OF THE First American Home Buyers
Protection Corp

EXHIBIT 1 - ANALYSIS OF ASSETS

	Ledger Assets	Nonledger (include excess of MV over BV)	Asset not Admitted (include excess BV over MV)	Net Admitted Assets	Previous Year End
1. Bonds	99,699,985			99,699,985	98,102,614
2. Stocks					
a. Preferred stocks					
b. Common stocks					
3. Real estate, less encumbrances	4,902,815			4,902,815	5,006,530
4. Mortgage loans on real estate	1,700,000			1,700,000	1,850,000
5. Cash on hand and on deposit					
a. Cash in company's office					
b. Cash on deposit	12,997,152			12,997,152	8,443,763
6. Other invested assets	22,259,044		3,675,000	18,584,044	8,970,705
7. Home protection contract fees receivable	4,148,376		2,729,909	1,418,467	1,209,282
8. Service fees receivable					
9. Receivable from affiliates	86,799			86,799	0
10. Federal income tax recoverable			<266,627>	266,627	
11. Electronic data processing equip	1,559,565		1,294,766	264,799	912,702
12. Interest, dividends & real estate income due and accrued	1,519,361		0	1,519,361	1,470,843
13. Reinsurance recoverable on loss payments					
14. Equip., furniture & supplies	1,334,871		1,334,871	XXXXXXXXXX	XXXXXXXXXX
15. Deferred acquisition cost	8,096,846		8,096,846	XXXXXXXXXX	XXXXXXXXXX
16. Other assets:					
a. Autos - Non-Admitted	30,665		30,665	0	0
b. Leasehold Imp	141,205		141,205	0	0
c.					
17. Prepaid expenses:					
a. Prepaid Exp / Deposits	247,271		247,271	XXXXXXXXXX	XXXXXXXXXX
b.				XXXXXXXXXX	XXXXXXXXXX
c.				XXXXXXXXXX	XXXXXXXXXX
18. Totals	158,723,955		17,283,906	141,440,049	125,966,439

EXHIBIT 2 - ANALYSIS OF NON-ADMITTED ASSETS

	2 End of Previous Year	3 End of Current Year	4 Change increase - decrease + Col. 2-3
19. Company's stock owned			
20. Deposits in suspended depositories, less estimated amount recoverable			
21. Equip., furniture and supplies	1,640,581	1,334,871	305,710
22. Prepaid expenses:			
a. Prepaid Exp / Dep	171,232	247,271	<76,039>
b. Fees Rec	2,584,379	2,729,909	<145,530>
c.			
23. Other assets not admitted :			
a. Autos	43,981	30,665	13,316
b. DP Software / Equip	586,712	1,294,766	<708,054>
c. Investment other	75,000	3,675,000	<3,600,000>
Leasehold Imp	170,831	141,205	29,626
24. Total change	XXXXXXXXXX	XXXXXXXXXX	<4,180,971>

Line 24 to agree with Page 4, line 20.

STATEMENT AS OF September 30, 2002 OF THE First American Home Buyers
Protection Co.
LIABILITIES, SURPLUS AND OTHER FUNDS

	Current Year To Date	Previous Year End
1. Unpaid contract claims in process of settlement	6,095,489	4,948,871
2. Statutory reserve (pg. 14, Report 1, line 6, Col (1) + Col (2))		
3. Unpaid claims adjustment expense	125,000	125,000
4. Other expenses (excluding taxes, licenses and fees)	6,000,153	4,135,939
5. Taxes, licenses and fees (excluding federal and foreign income taxes)	507,540	250,667
6. Federal and foreign income taxes (Including \$ _____ net deferred tax liability)		<139,162>
7. Borrowed money		
8. Interest payable		
9. Unearned contract fees	43,610,410	38,472,733
10. Dividends declared and unpaid		
11. Reinsurance in unauthorized companies		
a. Unearned contract fees		
b. Reinsurance recoverable		
1. paid claims		
2. unpaid claims		
c. Reinsurance recoverable on paid & unpaid claims adjustment expense		
12. Ceded reinsurance balances payable		
13. All other liabilities:		
a. <u>Escheate, Dep Held</u>	142,106	111,518
B _____		
C _____		
14. Total liabilities (Items 1 to 13c)	56,483,698	47,905,566
15. a. Common capital stock	1,947,700	1,947,700
b. Preferred capital stock		
16. Gross paid-in and contributed surplus	1,480,500	1,480,500
17. Unassigned funds (surplus)	81,528,151	74,632,673
18. Less treasury stock, at cost		
19. Surplus as regards contractholders (Items 15 to 17 less 18)	84,956,351	78,060,873
20. Totals (Item 14 plus 19)	141,440,049	125,966,439

Line 19 to agree with Page 4, line 27.
Line 20 agree pg 2 line 18 col 4, Col 5

UNDERWRITING INCOME		Current Year To Date	Previous Year End
1.	Contract fees earned	77,616,488	89,884,711
DEDUCTIONS			
2.	Claims incurred	37,517,288	47,651,077
3.	Claims adjustment expenses incurred	6,576,685	8,580,368
4.	Other underwriting expenses incurred	20,419,543	23,558,163
5.			
6.	Total deductions (Lines 2 to 5)	64,513,516	79,789,608
7.	Net underwriting gain or loss (-) (Item 1 less 6)	13,102,972	10,095,103
INVESTMENT INCOME			
8.	Net investment income earned	4,831,012	6,281,089
9.	Net realized capital gains or losses	0	0
10.	Net investment gain or loss	4,831,012	6,281,089
OTHER INCOME			
11.			
12.			
13.	Total other income (Lines 11 + 12)		
14.	Net income before federal income taxes (Lines 7 + 10 + 13)	17,933,984	16,376,192
15.	Federal income taxes incurred	6,857,535	5,830,243
16.	Net income (Item 14 less 15)	11,076,449	10,545,949
CAPITAL AND SURPLUS ACCOUNT			
17.	Surplus as regards contractholders, Dec. 31 Previous year	78,060,873	67,880,070
Gains (+) and Losses (-) in Surplus			
18.	Net income (from item 16)	11,076,449	10,545,949
19.	Net unrealized capital gains and losses		<414,258>
20.	Change in non-admitted assets (Exhibit 2)	<4,180,971>	
21.	Capital changes:		
a. Paid in			
b. Transferred from surplus			
c. Transferred to surplus			
22.	Surplus adjustments:		
a. Paid in			
b. Transferred to capital			
c. Transferred from capital			
23.	Dividends to stockholders (cash)		
24.	Change in treasury stock		49,112
25.	Change in Statutory reserve		
26.	Change in surplus as regards contractholders	6,895,478	10,180,803
27.	Surplus as regards contractholders at statement date	84,956,351	78,060,873

Line 27 to agree with Page 3, line 19.

EXHIBIT 3 - RECONCILIATION OF LEDGER ASSETS

Increase in ledger assets	
1. Contract fees written	82,757,165
2. Interest, dividends and real estate income received	5,186,054
3. From sale or maturity of ledger assets	
4. Other income items or increases:	
a. Funds held under reinsurance treaties (net) <u>Accrued Int Rec</u>	48,518
b. Borrowed money (gross) <u>Deferred Contract Acq</u>	528,197
c. Amounts withheld or retained for account of others	
d. Ceded reinsurance balances	
e. <u>Gain on Sale of Bonds</u>	49,490
f. <u>Amort Prem / DISC Bonds</u>	(4,881)
g. <u>Dep held in Escheate</u>	30,588
5. Adjustment in book value of ledger assets	2,121,088
6. Capital paid in	
7. Surplus paid in	
8. Total (Items 1 to 7)	
Decrease in ledger assets	
9. Net contract claims paid	90,716,219
10. Expenses paid	36,370,670
11. From sale or maturity of ledger assets	27,350,505
12. Other disbursement items or decreases:	
a. Funds held under reinsurance treaties (net)	
b. Borrowed money (gross)	
c. Amounts withheld or retained for account of others	
d. Ceded reinsurance balances	
e. <u>Bond Interest at Purchase</u>	93,893
f.	
g.	
13. Adjustment in book value of ledger assets and depreciation	
14. Federal and foreign income taxes paid	6,985,000
15. Dividends paid stockholders	
16.	
17.	
18.	
19. Total (Item 9 to 18)	70,800,068
Reconciliation between years	
20. Amount of ledger assets as per balance Dec. 31 of previous year	138,807,804
21. Increase (+) or decrease (-) in ledger assets during the year (Item 8 less 19)	19,916,151
22. Balance = ledger assets as of statement date	158,723,955

Line 22 to agree with Page 2, line 18, col 1.

STATEMENT AS OF *September 30, 2002* OF THE *First American Home Buyers Protection Corp.*
SCHEDULE A - PART 2

Show all Real Estate Acquired by the Company During the Current Period

No	Location and Description of Property (State if occupied or leased by company, parent, subsidiary, or affiliated)	Date Acquired	Name of Vendor	1 Amount of Encumbrances	2 Cost to Company
	<i>none</i>				
99998	Foreclosed Real Estate Acquired During Current Period Under Contract for Sale	XXX			
99999					
Total					

SCHEDULE A - PART 3

Show all Real Estate Sold During the Current Period

No	Location and Description of Property or Nature of Additions and Improvements	Date Sold	Name of Purchaser	-1 Cost to Company	2 Book Value At Date of Sale Less Encumbrances	3 Profit on Sale	4 Loss on Sale
	<i>none</i>						
99999							
Total				0	0	0	0

SCHEDULE A - VERIFICATION

Show all Real Estate Owned

	1 Current Year as of 3/31	2 Current Year as of 6/30	3 Current Year as of 9/30	4 Previous Year Ending 12/31
1. Book value of real estate owned, previous period	5,006,530	4,966,302	4,937,386	
2. Increase, by adjustment				
3. Cost of acquired	0	0	0	
4. Cost of permanent improvements				
5. Profit on sales				
6. TOTAL	5,006,530	4,966,302	4,937,386	
7. Decrease, by adjustment	<40,228>	28,916	34,572	
8. Received on sales				
9. Loss on sales				
10. Book value of real estate owned, end of period	4,966,302	4,937,386	4,902,815	
11. Properties occupied by the company less encumbrances	4,966,302	4,937,386	4,902,815	
12. Properties acquired in satisfaction of debt less encumbrances				
13. Investment in real estate less encumbrances	4,966,302	4,937,386	4,902,815	

C Ties to pg 2, Line 3 >

SCHEDULE B

Long - Term Mortgage Loans Held

	1 Current Year as of 3/31	2 Current Year as of 6/31	3 Current Year as of 9/30	4 Previous Year Ending 12/31
1. Book value of mortgages held, previous period				0
2. Loans in cash or granted on disposal of real estate				0
3. Cost of mortgages (insured and other) purchased				0
4. Additional cash loaned on refunded mortgages				0
5. Interest covered by increase in, or refunding of mortgages				0
6. Taxes covered by increase in, or refunding of, mortgages				0
7. Other items covered by increase in, or refunding of, mortgages				0
8. Accrual of discount on mortgages purchased				0
9. Transfers				0
10. Aggregate write - ins for increases				0
11. TOTALS				0
12. Payments on principal including cash on mortgages refunded				0
13. Mortgages foreclosed and transferred to real estate				0
14. Mortgages on properties acquired by deed, in lieu of foreclosure, and transferred to real estate				0
15. Decrease in book value of mortgages refunded or by adjustment in book value of mortgages				0
16. Amortization of premium on mortgages purchased				0
17. Transfers				0
18. Aggregate write - ins for decreases				0
19. Total deductions				0
20. Book value of mortgages owned, end of period				0
DETAILS OF WRITE - INS AGGREGATED AT LINE 10 FOR INCREASES				
1001.				0
1002.				0
1003.				0
1004.				0
1005.				0
1098. Summary of remaining write-ins for line 10 from overflow page	0	0	0	0
1099. Totals (Lines 1001 thru 1005 plus 1098) (Schedules B, Line 10)	0	0	0	0
DETAILS OF WRITE-INS AGGREGATED AT LINE 18 FOR DECREASES				
1801.				0
1802.				0
1803.				0
1804.				0
1805.				0
1898. Summary of remaining write-ins for line 18 from overflow page	0	0	0	0
1899. Totals (lines 1801 thru 1805 plus 1898) (Schedule b, Line 18)	0	0	0	0

SCHEDULE BA - VERIFICATION BETWEEN YEARS

Other Invested Assets Included in Schedule BA

Description	1 Current Year as of 3/31	2 Current Year as of 6/30	3 Current Year as of 9/30	4 Previous Year
1. Book value of other invested assets, beginning period	3,354,807	3,127,230	3,211,907	
2. Cost of acquisitions, current period	25,100	344,815	116,655	
3. Increase by adjustment, current period	=	=	=	
4. Profit on disposition				
5. TOTAL	3,379,907	3,472,045	3,328,562	
6. Deduct consideration on disposition	=	=	=	
7. Reductions in investment, current period				
8. Decrease by adjustment, current period	252,677	260,138	261,179	
9. Loss on disposition				
10. Book value of other invested assets	3,127,230	3,211,907	3,067,383	

C Ties to pg 2

Line 11 + 14 + 16 >

SCHEDULE BA - PART 2

Showing all Long-Term Invested Assets Acquired During the Current Period

1 Number of Units and Description	2 Date Acquired	3 Cost to Company	4 Consideration Paid During Current Year	5 Name of Vendor
Various Fixed Assets	MISC	91,535	91,535	MISC
1299999		0	0	XXX

SCHEDULE BA - PART 3

Showing all Long-Term Invested Assets Disposed of During the Current Period

1 Number of Units and Description	2 Date Disposed of	3 Name of Purchaser or Nature of Disposition	4 Consideration	5 Book Value at Date of Sale	6 Profit on Disposal	7 Loss on Disposal
1299999		TOTALS	0	0	0	0

STATEMENT AS OF September 30, 2002 OF THE First American Home Buyers Protection Corporation

SCHEDULE D - PART I
Showing the Acquisitions, Dispositions and Non - Trading Activity
During the Current Period for all Bonds and Preferred Stock by Rating Class

	1	2	3	4	5	6	7	8
	Statement Value Beginning of Period	Acquisitions	Dispositions	Non - Trading Activity	Statement Value End of First Quarter	Statement Value End of Second Quarter	Statement Value End of Third Quarter	Statement Value End of Previous Year
BONDS								
1. Class 1	See attached schedules							
2. Class 2								
3. Class 3								
4. Class 4								
5. Class 5								
6. Class 6								
7. Total Bonds	98,102,614	29,780,598	13,631,437	12,551,790	90,377,813	93,576,582	99,699,985	98,102,614
PREFERRED STOCK								
8. Class 1								
9. Class 2								
10. Class 3								
11. Class 4								
12. Class 5								
13. Class 6								
14. Total Preferred Stock	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock	98,102,614	29,780,598	13,631,437	12,551,790	90,377,813	93,576,582	99,699,985	98,102,614

CONSOLIDATED BOND TOTALS

09-30-02

FAHBC BOND TOTALS														
	MARKET VALUE	TOTAL PAR VALUE	COST TO COMPANY	BOOK VALUE	UNREALIZED GAIN OR LOSS	INTEREST OR DIVIDENDS EARNED	ACCRUED INTEREST AT PURCHASE	CURRENT QUARTER INTEREST RECEIVED	ACCRUAL	QUARTERS INTEREST RECEIVED	YEARS INTEREST RECEIVED	ON SALE MATURITY OR CALL	QUARTER PRINCIPAL PAYMENTS	PRINCIPAL PAYMENTS
U.S. TREASURY NOTES CORPORATE BONDS CMO BONDS TAXFREE BONDS														
	11,203,676.97	9,826,000.00	9,806,461.90	9,869,855.53	1,333,821.44	3,080,930.69	167,404.94	236,030.01	119,025.73	318,905.01	2,404,969.93	0.00	0.00	0.00
	52,641,478.66	48,763,000.00	48,564,157.03	48,615,355.90	4,026,122.79	15,584,509.16	608,075.02	764,740.34	822,337.35	1,724,937.40	12,252,484.07	21,507.14	0.00	0.00
	19,926,912.71	19,638,704.32	19,570,727.70	19,577,830.81	348,981.90	4,896,770.35	196,753.09	296,734.13	103,648.92	627,189.21	3,658,998.09	27,983.08	8,605,027.68	5,718,590.59
	22,796,021.85	21,415,000.00	21,656,745.90	21,636,842.51	1,158,179.34	1,897,273.31	120,431.28	141,797.01	278,131.29	258,006.30	1,219,338.71	0.00	10,000.00	0.00
FAHBC BOND TOTALS		106,568,090.22	99,772,704.32	99,596,092.53	99,699,864.75	6,856,105.47	1,092,664.33	1,461,301.49	1,323,343.29	2,829,037.92	19,735,800.80	49,490.22	8,615,027.68	5,718,590.59

MARKET VALUES PER STMTS

MARKET VALUE PER SHARE	
BNY	65,051,985.34
COMERICA	40,402,339.84
WELLS FARGO	55,625.00
U.S. BANK	128,219.30
U.S. BANK	360,559.00
	<u>106,018,528.98</u>

FAHBPC

FAHBPC	US TSY BNDS	CORP BNDS	CMO BNDS	TAXFR BNDS	TOTAL BNDS
CURRENT YEAR ACCRUAL	119,025.73	822,337.35	103,848.92	278,131.29	1,323,343.29
LESS PRIOR YEAR ACCRUAL	(205,956.34)	(924,786.39)	(131,969.55)	(131,547.45)	(1,394,261.73)
	(86,930.61)	(102,451.04)	(28,120.63)	146,583.84	(70,918.44)
DELTA ACCRUAL					
DELTA ACCRUAL YTD	(86,930.61)	(102,451.04)	(28,120.63)	146,583.84	(70,918.44)
INTEREST REC CURRENT QTR	238,030.01	784,740.34	296,734.13	141,797.01	1,461,301.49
PRIOR QTRS INT RCVD	318,905.01	1,724,937.40	627,189.21	258,006.30	2,929,037.92
LESS CURRENT YEAR INT RCD AT PURCHASE	0.00	(21,375.09)	(50,442.71)	(22,074.84)	(93,892.64)
CURRENT YEAR AMORT PRD/ISC (I&E)	11,044.75	(1,168.55)	2,505.62	(17,262.61)	(4,880.79)
SUBTOTAL INTEREST INCOME	481,049.16	2,384,683.06	847,865.62	507,049.70	4,220,647.54
LOSS/GAIN ON SALE, MATURITY OR CALL	0.00	21,507.14	27,983.08	0.00	49,490.22
TOTAL INVESTMENT INCOME	481,049.16	2,406,190.20	875,848.70	507,049.70	4,270,137.76

SCHEDULE IB
BONDS-U.S. TREASURY
09-30-02

ACCT.1501

ACCT#	TRADE DATE	DATED DATE	DUE DATE	DESCRIPTION	INTEREST		HOW PAID	MATURITY		CALLABLE		DATE ACQUIRED	FROM WHOM ACQUIRED	MARKET VALUE 09-30-02	TOTAL PAR VALUE	COST TO COMPANY (EXCLUDING ACC INTEREST AND DIVIDENDS)
					RATE OF			YEAR	MONTH	YEAR	MONTH					
SECTION A - BONDS																
N14	12-07-92	08-15-92	08-15-2002	UNITED STATES TREASURY NOTE	6.375%		FEB&AUG 15 MATURED 08-15-02	2002	AUGUST			12-08-92	MORGAN STANLEY	MATURED 08-15-02	0.00	0.00
N16	03-21-94	02-15-94	02-15-2004	UNITED STATES TREAS NOTE (SEGREGATED FOR TX UPR)	5.875%		FEB&AUG 15	2004	FEBRUARY			03-22-94	MORGAN STANLEY	502,906.25	475,000.00	455,109.38
N17	04-07-94	02-15-93	02-15-2003	UNITED STATES TREASURY NOTE	6.250%		FEB&AUG 15	2003	FEBRUARY			04-08-94	MORGAN STANLEY	152,625.00	150,000.00	144,750.00
N18	04-08-94	08-15-92	08-15-2002	UNITED STATES TREASURY NOTE	6.375%		FEB&AUG 15	2002	AUGUST			04-11-94	PAINE WEBBER	MATURED 08-15-02	0.00	0.00
N21	05-03-94	02-15-93	02-15-2003	UNITED STATES TREAS NOTE (SEGREGATED FOR TX UPR)	6.250%		MATURED 08-15-02 FEB&AUG 15	2003	FEBRUARY			05-04-94	PAINE WEBBER	508,750.00	500,000.00	477,900.00
N22	05-17-94	02-15-93	08-15-2002	UNITED STATES TREASURY NOTE	6.375%		FEB&AUG 15	2002	AUGUST			05-18-94	MORGAN STANLEY	MATURED 08-15-02	0.00	0.00
N26	07-07-94	05-15-94	05-15-2004	UNITED STATES TREAS NOTE (SEGREGATED FOR TX UPR)	7.250%		MAY&NOV 15	2004	MAY			07-08-94	MORGAN STANLEY	163,710.42	150,000.00	151,312.50
N27	08-02-94	05-15-94	05-15-2004	UNITED STATES TREAS NOTE (SEGREGATED FOR TX UPR)	7.250%		MAY&NOV 15	2004	MAY			08-03-94	MORGAN STANLEY	435,961.46	400,000.00	407,625.00
N37	06-05-96	05-15-96	05-15-2006	UNITED STATES TREAS NOTE (SEGREGATED FOR TX UPR)	6.875%		MAY& NOV 15	2006	MAY			06-06-96	MORGAN STANLEY	579,687.50	500,000.00	504,531.25
N39	04-10-97	08-15-95	08-15-2005	UNITED STATES TREAS NOTE (SEGREGATED FOR TX UPR)	6.500%		FEB & AUG 15	2005	AUGUST			04-11-97	PAINE WEBBER	283,658.76	250,000.00	247,110.00
N40	04-29-97	10-15-96	10-15-2006	UNITED STATES TREAS NOTE (SEGREGATED FOR TX UPR)	6.500%		APR & OCT 15	2006	OCTOBER			04-30-97	MORGAN STANLEY	578,750.00	500,000.00	492,500.00
N41	04-30-97	02-15-97	02-15-2007	UNITED STATES TREAS NOTE (SEGREGATED FOR TX UPR)	6.250%		FEB & AUG 15	2007	FEBRUARY			05-01-97	PAINE WEBBER	578,125.00	500,000.00	491,953.13
N42	06-05-97	08-15-95	08-15-2005	UNITED STATES TREAS NOTE (SEGREGATED FOR TX UPR)	6.500%		FEB & AUG 15	2005	AUGUST			06-06-97	PAINE WEBBER	222,874.74	200,000.00	200,000.00
N43	08-19-97	02-15-96	02-15-2006	UNITED STATES TREASURY NOTE	5.625%		FEB & AUG 15	2006	FEBRUARY			08-20-97	PAINE WEBBER	222,500.00	200,000.00	193,066.00
N44	10-24-97		02-15-2006	UNITED STATES TREAS NOTE (SEGREGATED FOR UT UPR)	5.625%		FEB & AUG 15	2006	FEBRUARY			10-24-97	WELLS FARGO BANK	55,625.00	50,000.00	48,539.06
N45	12-29-97	02-15-96	02-15-2006	UNITED STATES TREAS NOTE	5.625%		FEB & AUG 15	2006	FEBRUARY			12-30-97	MORGAN STANLEY	333,750.00	300,000.00	301,031.25
N46	08-11-99	05-15-99	05-15-2009	UNITED STATES TREAS NOTE	5.500%		MAY & NOV 15	2009	MAY			08-12-99	PAINE WEBBER	570,780.00	500,000.00	480,312.50
N47	09-13-99	05-15-99	05-15-2009	UNITED STATES TREAS NOTE	5.500%		MAY & NOV 15	2009	MAY			09-14-99	MORGAN STANLEY	570,781.25	500,000.00	486,250.00
N48	11-10-99	02-15-96	02-15-2026	UNITED STATES TREAS NOTE (SEGREGATED FOR OR UPR)	6.000%		FEB & AUG 15	2026	FEBRUARY			11-12-99	US BANCORP	128,219.30	110,000.00	108,281.25
N49	12-06-99	08-15-99	08-15-2029	UNITED STATES TREAS NOTE (SEGREGATED FOR OH UPR)	6.125%		FEB & AUG 15	2029	AUGUST			12-07-99	PAINE WEBBER	29,922.00	25,000.00	24,940.43
N50	12-17-99	08-15-99	08-15-2009	UNITED STATES TREAS NOTE (SEGREGATED FOR NAT UPR)	6.000%		FEB & AUG 15	2009	AUGUST			12-20-99	MORGAN STANLEY	585,468.75	500,000.00	493,750.00
N51	04-18-00	08-15-99	08-15-2009	UNITED STATES TREAS NOTE (SEGREGATED FOR NAT UPR)	6.000%		FEB & AUG 15	2009	AUGUST			04-19-00	PAINE WEBBER	838,392.96	716,000.00	716,000.00
N52	07-06-00	08-15-99	08-15-2009	UNITED STATES TREAS NOTE (SEGREGATED FOR NAT UPR)	6.000%		FEB & AUG 15	2009	AUGUST			07-07-00	MORGAN STANLEY	1,170,937.50	1,000,000.00	996,562.50
N53	07-10-00	08-15-99	08-15-2009	UNITED STATES TREAS NOTE (SEGREGATED FOR TX UPR)	6.000%		FEB & AUG 15	2009	AUGUST			07-11-00	PAINE WEBBER	468,376.08	400,000.00	399,812.40
N54	07-09-01	02-15-01	02-15-2011	UNITED STATES TREAS NOTE (SEGREGATED FOR NAT UPR)	5.000%		FEB & AUG 15	2011	FEBRUARY			07-10-01	MORGAN STANLEY	555,468.75	500,000.00	489,344.00
N55	08-01-01	02-15-01	02-15-2011	UNITED STATES TREAS NOTE (SEGREGATED FOR TX UPR)	5.000%		FEB & AUG 15	2011	FEBRUARY			08-02-01	MORGAN STANLEY	1,666,406.25	1,500,000.00	1,495,781.25

11,203,676.97

9,926,000.00

9,806,461.90

ACCT#	BOOK VALUE 09-30-02	UNREALIZED GAIN OR LOSS (MARKET VALUE VS BOOK VALUE)	INTEREST OR DIVIDENDS EARNED	ACCRUED INTEREST AT PURCHASE	CURRENT QUARTER INTEREST RECEIVED	ACCRUAL 09-30-02	PRIOR QUARTERS INTEREST RECEIVED	PRIOR YEARS INTEREST RECEIVED	GAIN/LOSS ON SALE, MATURITY, OR CALL	DESCRIPTION	CURRENT QUARTER PRINCIPAL PAYMENTS	PRIOR QUARTERS PRINCIPAL PAYMENTS	PRIOR YEAR PRINCIPAL PAYMENTS	CUCIP #	*MOODY RATING	*S&P RATING
					CURRENT YEAR ACCRUAL LESS PRIOR YEAR ACCRUAL	119,025.73 (205,956.34)										
					DELTA ACCRUAL	(86,930.61)										
					DELTA ACCRUAL YTD		(86,930.61)									
					INTEREST RECEIVED CURRENT QUARTER		238,030.01						7,892,971.16			
					PRIOR QUARTERS INT RCVD		318,905.01						(7,062,382.62)			
					LESS CURRENT YEAR INT RCVD AT PURCHASE		0.00						(433,821.88)			
					CURRENT YEAR AMORT PREM/DISC (I&E)		11,044.75						63,393.63			
					LOSS/GAIN ON SALE, MATURITY, OR CALL		0.00						20,888.87			
													0.00			
					CURRENT YEAR INTEREST EARNED		481,049.16						481,049.16			

SCHEDULE IB
BONDS-TAXABLE
09-30-02

ACCT. 1510																	09-30-02		09-30-02	
ACCT#	TRADE DATE	DATED DATE	DUE DATE	DESCRIPTION	INTEREST		RATE OF	MATURITY		CALLABLE		DATE ACQUIRED	FROM WHOM ACQUIRED	MARKET VALUE* 09-30-02	TOTAL PAR VALUE	COST TO COMPANY (EXCLUDING ACC INTEREST AND DIVIDENDS)	BOOK VALUE 09-30-02			
					HOW PAID			YEAR	MONTH	YEAR	MONTH									
C60	01-30-92	01-15-92	01-15-2002	SECTION A - BONDS									PAINE WEBBER	MATURED 01-15-02	0.00	0.00	0.00			
C70	06-18-92	02-01-92	02-01-2002	JP MORGAN & CO SUB NTS	7.250%	JAN&JUL 15 (MATURED 01-15-02)	PW	2002	JANUARY				MORGAN STANLEY	MATURED 02-01-02	0.00	0.00	0.00			
C71	06-17-92	06-29-92	06-29-2002	MORGAN GTY TR CO NY	7.375%	FEB&AUG 1 (MATURED 02-01-02)	MS	2002	FEBRUARY				MORGAN STANLEY	MATURED 06-29-02	0.00	0.00	0.00			
C72	06-25-92	06-29-92	06-29-2002	JOHNSON & JOHNSON NTS	7.375%	JUN&DEC 29 (MATURED 06-29-02)	MS	2002	JUNE				PAINE WEBBER	MATURED 06-29-02	0.00	0.00	0.00			
C73	06-26-92	07-01-92	07-01-2002	JOHNSON & JOHNSON NTS	7.375%	JUN&DEC 29 (MATURED 06-29-02)	PW	2002	JUNE				MORGAN STANLEY	MATURED 07-01-02	0.00	0.00	0.00			
C74	06-25-92	01-15-92	01-15-2002	PACIFIC BELL TEL	7.250%	JAN&JUL 1 (MATURED 07-01-02)	MS	2002	JULY				PAINE WEBBER	MATURED 01-15-02	0.00	0.00	0.00			
C79	08-13-92	07-01-92	07-01-2002	AMERICAN TEL&TEL CORP NT	7.125%	JAN&JUL 15 (MATURED 01-15-02)	PW	2002	JANUARY				PAINE WEBBER	MATURED 07-01-02	0.00	0.00	0.00			
C81	08-17-92	08-19-92	08-15-2002	PACIFIC BELL	7.250%	JAN&JUL 1 (MATURED 07-01-02)	PW	2002	JULY				MORGAN STANLEY	MATURED 08-15-02	0.00	0.00	0.00			
C87	10-28-92	10-15-92	10-15-2002	SHELL OIL	6.700%	FEB&AUG 15 (MATURED 08-15-02)	MS	2002	AUGUST				MORGAN STANLEY	250,395.00	250,000.00	245,560.00	249,963.00			
C92	12-07-92	11-01-92	11-01-2002	E I DUPONT NTS	6.750%	APR&OCT 15	MS	2002	OCTOBER				MORGAN STANLEY	250,940.00	250,000.00	249,517.50	249,991.86			
C94	12-14-92	12-01-92	12-01-2002	IBM CORP	7.250%	MAY&NOV 1	MS	2002	NOVEMBER				PAINE WEBBER	252,207.50	250,000.00	254,062.50	250,101.24			
C96	01-08-93	01-15-92	01-15-2002	AMOCO CANADA PETE CO	7.250%	JUN&DEC 1	PW	2002	DECEMBER				MORGAN STANLEY	MATURED 01-15-02	0.00	0.00	0.00			
C97	01-08-93	08-18-92	08-15-2002	AMER TEL & TEL	7.125%	JAN&JUL 15 (MATURED 01-15-02)	MS	2002	JANUARY				MORGAN STANLEY	MATURED 08-15-02	0.00	0.00	0.00			
C100	01-11-93	09-15-92	09-15-2002	EXXON CAPITAL	6.625%	FEB&AUG 15 (MATURED 08-15-02)	MS	2002	AUGUST				MORGAN STANLEY	MATURED 09-15-02	0.00	0.00	0.00			
C101	01-12-93	09-15-92	09-15-2002	WARNER LAMBERT NTS	6.625%	MAR&SEP 15 (MATURED 09-15-02)	MS	2002	SEPTEMBER				MORGAN STANLEY	MATURED 09-16-02	0.00	0.00	0.00			
C102	01-12-93	01-01-93	01-01-2003	ROCKWELL INTL NTS	6.750%	MAR&SEP 15 (MATURED 9-15-02)	MS	2002	SEPTEMBER				MORGAN STANLEY	333,105.30	330,000.00	332,887.50	330,095.88			
C108	02-11-93	09-15-92	09-15-2002	DONNELLEY & SONS	7.000%	JAN&JUL 1	MS	2003	JANUARY				MORGAN STANLEY	MATURED 09-16-02	0.00	0.00	0.00			
C109	02-11-93	01-27-93	01-15-2003	ROCKWELL INTL NTS	6.750%	MAR&SEP 15 (MATURED 9-16-02)	MS	2002	SEPTEMBER				MORGAN STANLEY	253,112.50	250,000.00	254,357.50	250,145.54			
C112	03-03-93	03-01-93	03-01-2003	H J HEINZ NOTES	6.875%	JAN&JUL 15	MS	2003	JANUARY				MORGAN STANLEY	254,417.50	250,000.00	253,437.50	250,170.35			
C113	03-03-93	03-01-93	03-01-2005	WALMART NOTES	6.375%	MAR&SEP 1	MS	2003	MARCH				MORGAN STANLEY	267,287.33	250,000.00	247,105.00	249,401.55			
C115	04-12-93	03-15-93	03-15-2003	PACIFIC BELL NOTES	6.250%	MAR&SEP 1	MS	2005	MARCH				MORGAN STANLEY	254,310.00	250,000.00	252,500.00	250,125.38			
C116	04-15-93	03-15-93	03-15-2003	ELI LILLY & CO	6.250%	MAR&SEP 15	MS	2003	MARCH				MORGAN STANLEY	305,172.00	300,000.00	304,866.00	300,243.30			
C117	04-20-93	06-01-2004	06-01-2004	ELI LILLY & CO	6.250%	MAR&SEP 15	PW	2003	MARCH				PAINE WEBBER	CALLED 03-01-02	0.00	0.00	0.00			
C121	05-12-93	05-15-93	05-15-2003	CHESAPEAKE & POTOMAC PHONE CO OF MD REGSTRD OHIO BELL TEL CO	5.875% (CALLED 03-01-02) MAY&NOV 15	JUN&DEC 1	MS	2004	JUNE				PAINE WEBBER	331,474.00	325,000.00	324,499.50	324,967.32			
C123	05-27-93	05-14-93	05-15-2003	ARCHER DANIELS MIDLAND CO NOTES	6.125%	MAY&NOV 15	PW	2003	MAY				MORGAN STANLEY	256,215.20	250,000.00	246,890.00	249,793.04			
C124	06-01-93	05-15-93	05-15-2003	BELL SOUTH TELECOMMUNCTN	6.250%	MAY&NOV 15	MS	2003	MAY				PAINE WEBBER	257,488.56	250,000.00	250,000.00	250,000.00			
C125	06-02-93	04-19-93	04-15-2003	WACHOVIA CORP	6.375%	APR&OCT 15	PW	2003	MAY				PAINE WEBBER	204,812.00	200,000.00	200,000.00	200,000.00			
C127	06-29-93	06-15-93	06-15-2003	BOEING CO	6.350%	JUN&DEC 15	PW	2003	APRIL				PAINE WEBBER	204,596.00	200,000.00	202,650.00	200,199.12			
C131	07-08-93	05-14-93	05-15-2003	ARCHER DANIELS MIDLAND CO NOTES	6.250%	MAY&NOV 15	MS	2003	JUNE				MORGAN STANLEY	204,971.80	200,000.00	202,438.00	200,163.61			
C135	07-15-93	05-15-93	05-15-2003	BELL SOUTH TELECOMMUNICA-TIONS INC NOTES	6.250%	MAY&NOV 15	MS	2003	MAY				MORGAN STANLEY	204,356.00	200,000.00	205,500.00	200,369.58			
C136	07-29-93	07-22-93	07-15-2003	COCA COLA CO	6.000%	JAN&JUL 15	PW	2003	JULY				PAINE WEBBER	154,885.73	150,000.00	150,550.50	150,045.60			
C138	08-19-93	08-15-93	08-15-2003	AETNA LIFE ASSUR NOTES	6.375%	FEB&AUG 15	MS	2003	AUGUST				MORGAN STANLEY	258,497.50	250,000.00	253,437.50	250,312.40			
C139	08-26-93	08-12-93	08-01-2003	NORWEST FINANCIAL INC NOTES	6.125%	FEB&AUG 1	MS	2003	AUGUST				MORGAN STANLEY	258,645.00	250,000.00	255,410.00	250,496.28			
C140	09-02-93	07-22-93	07-15-2003	COCA COLA CO	6.000%	JAN&JUL 15	PW	2003	JULY				PAINE WEBBER	206,153.27	200,000.00	206,494.00	200,545.87			

ACCT#	UNREALIZED GAIN OR LOSS (MARKET VALUE VS BOOK VALUE)	INTEREST DIVIDENDS EARNED	ACCRUED INTEREST AT PURCHASE	CURRENT QUARTER INTEREST RECEIVED	ACCRUAL 09-30-02	PRIOR QUARTERS INTEREST RECEIVED	PRIOR YEARS INTEREST RECEIVED	GAIN/LOSS ON SALE, MATURITY, OR CALL	DESCRIPTION	CURRENT QUARTER PRINCIPAL PAYMENTS	PRIOR QUARTERS PRINCIPAL PAYMENTS	PRIOR YEAR PRINCIPAL PAYMENTS	CUCIP #	WOODY RATING	*S&P RATING
C60	0.00	182,562.50	1,057.29		0.00	9,062.50	173,500.00	0.00	MATURED 01-15-02	0.00	0.00	0.00	616880AR1	A1	A+
C70	0.00	175,156.25	7,375.00		0.00	9,218.75	165,937.50	250,000PRCDS-(250,000PRIN-2,500DISC+2,500AMRT)	MATURED 02-01-02	0.00	0.00	0.00	617362AX6	Aa3	AA-
C71	0.00	368,750.00	0.00		0.00	36,875.00	331,875.00	500,000PRCDS-(500,000PRIN+860PREM-860AMRT)	MATURED 6-29-02	0.00	0.00	0.00	478160AE4	Aaa	AAA
C72	0.00	165,625.00	0.00		0.00	14,750.00	150,875.00	200000PRCDS-(200000PRIN+2004PREM-2004AMRT)	MATURED 6-29-02	0.00	0.00	0.00	478160AE4	AAA	AAA
C73	0.00	353,125.00	0.00		0.00	18,125.00	325,937.50	500000PRCDS-(500000PRIN-7735DISC+7735AMRT)	MATURED 7-01-02	0.00	0.00	0.00	694032AL7	Aa3	AA-
C74	0.00	338,437.50	16,526.04		0.00	17,812.50	320,625.00	500,000PRCDS-(500,000PRIN-3,750DISC+3,750AMRT)	MATURED 01-15-02	0.00	0.00	0.00	030177BU2	A3	BBB+
C79	0.00	193,787.50	2,467.01	18125.00	0.00	9,062.50	166,600.00	250,000PRCDS-(250,000PRIN+6,875PREM-6,875AMRT)	MATURED 07-01-02	0.00	0.00	0.00	694032AL7	AA3	AA-
C81	0.00	198,637.50	279.16	10050.00	0.00	10,050.00	178,637.50	300,000PRCDS-300,000PRIN	MATURED 08-15-02	0.00	0.00	0.00	822635AV0	Aa1	AAA
C87	432.00	168,187.50	890.62		7,875.00	8,437.50	151,875.00			0.00	0.00	0.00	263534AZ2	Aa3	AA-
C92	948.14	179,840.28	2,164.93		7,652.78	9,062.50	163,125.00			0.00	0.00	0.00	459200AJ0	A1	A+
C94	2,106.26	178,279.51	1,006.94		6,092.01	9,062.50	163,125.00			0.00	0.00	0.00	031678AE5	AA1	AA+
C96	0.00	168,455.50	0.00		0.00	8,906.25	159,549.25	250,000.00PRCDS-(250,000.00PRIN+2977.50PREM-2977.50AMRT)	MATURED 01-15-02	0.00	0.00	0.00	001957AG4	A1	A+
C97	0.00	160,260.25	6,763.02	8281.25	0.00	8,281.25	143,697.75	250,000.00PRCDS-(250,000.00PRIN+2977.50PREM-2977.50AMRT)	MATURED 08-15-02	0.00	0.00	0.00	302289AP8	Aaa	AAA
C100	0.00	164,093.75	5,704.86	8281.25	0.00	8,281.25	147,531.25	250,000.00PRCDS-(250,000.00PRIN-5067.50DISC+5067.50AMRT)	MATURED 09-15-02	0.00	0.00	0.00	934488AH0	Aaa	AAA
C101	0.00	157,005.00	5,869.37	8437.50	0.00	8,437.50	140,130.00	250,000.00PRCDS-(250,000PRIN-5282.50DISC+5282.50AMRT)	MATURED 09-16-02	0.00	0.00	0.00	774347AM0	A2	A+
C102	3,009.42	225,289.17	1,219.16	11550.00	5,839.17	11,550.00	196,350.00	250,000.00PRCDS-(250,000PRIN-2152.50DISC+2152.50AMORT)	MATURED 09-16-02	0.00	0.00	0.00	257867AD3	A3	A
C108	0.00	99,495.00	4,331.24	5062.50	0.00	5,062.50	89,370.00	150,000.00PRCDS-(150,000.00 PRIN+217.50PREM+217.50AMORT)	MATURED 09-16-02	0.00	0.00	0.00	774347AM0	A2	A+
C109	2,966.96	166,384.47	1,050.34	8593.75	3,676.22	8,593.75	145,520.75			0.00	0.00	0.00	423074AE3	A3	A
C112	4,247.15	152,690.10	398.43	7968.75	1,283.85	7,968.75	135,468.75			0.00	0.00	0.00	931142AR4	Aa2	AA
C113	17,865.78	149,652.42	390.62	7812.50	1,258.68	7,812.50	132,768.74			0.00	0.00	0.00	694032AR4	Aa3	AA-
C115	4,184.62	149,088.54	1,475.69	7812.50	651.04	7,812.50	132,812.50			0.00	0.00	0.00	532457AJ7	Aa3	AA
C116	4,928.70	178,906.25	1,927.08	9375.00	781.25	9,375.00	159,375.00			0.00	0.00	0.00	532457AJ7	AA3	AA
C117	0.00	108,687.50	4,765.27		0.00	2,937.50	105,750.00	1,251.65	CALLED 03-01-02	0.00	0.00	0.00	165068AC9	Aa2	A+
C121	6,506.68	186,787.07	221.18		7,630.73	9,953.13	169,203.21	200,000PRCDS-(200,000PRIN-6,500DISC+5,248.35AMRT)		0.00	0.00	0.00	677177AN7	AA2	AA-
C123	6,422.16	147,783.18	868.05		5,989.58	7,875.00	133,918.60			0.00	0.00	0.00	039483AL6	A1	A+
C124	7,488.56	147,177.08	998.26		5,989.58	7,875.00	133,312.50			0.00	0.00	0.00	079867AE7	AA2	A+
C125	4,812.00	120,558.20	1,770.83		5,950.00	6,375.00	108,233.20			0.00	0.00	0.00	929771AB9	A2	A-
C127	4,396.88	118,074.72	776.11		3,774.72	6,350.00	107,950.00			0.00	0.00	0.00	097023AL9	A2	A+
C131	4,808.19	116,200.92	2,118.05		4,791.67	6,187.50	105,221.75			0.00	0.00	0.00	039483AL6	A1	A+
C135	3,986.42	117,291.67	2,326.38		4,791.67	6,250.00	106,250.00			0.00	0.00	0.00	079867AE7	Aa2	A+
C136	4,840.13	82,935.37	325.00	4504.50	1,925.00	4,504.50	72,001.37			0.00	0.00	0.00	191216AE0	AA3	A+
C138	8,185.10	145,473.96	486.97	7968.75	2,036.46	7,968.75	127,500.00			0.00	0.00	0.00	536196AB4	Aa2	AA-
C139	8,148.72	139,896.58	850.69	7656.25	2,552.08	7,656.25	122,032.00			0.00	0.00	0.00	669383CN9	Aa2	A+
C140	5,607.40	110,147.85	1,600.00	5995.50	2,566.67	5,995.50	95,590.18			0.00	0.00	0.00	191216AE0	AA3	A+

SCHEDULE 1B
BONDS-TAXABLE
09-30-02

ACCT. 1510

ACCT#	TRADE DATE	DATED DATE	DUE DATE	DESCRIPTION	INTEREST		MATURITY		CALLABLE		DATE ACQUIRED	FROM WHOM ACQUIRED	MARKET VALUE* 09-30-02	TOTAL PAR VALUE	COST TO COMPANY (EXCLUDING ACC INTEREST AND DIVIDENDS)	BOOK VALUE 09-30-02
					RATE OF	HOW PAID	YEAR	MONTH	YEAR	MONTH						
				SECTION A - BONDS												
C141	09-16-93	09-15-93	09-15-2003	CAMPBELL SOUP CO NOTES	5.625%	MAR&SEP 15 (FULL CALL 11-23-01)	2003	SEPTEMBER			09-23-93	MORGAN STANLEY	FULL CALL 11-23-01	0.00	0.00	0.00
C143	09-22-93	06-15-93	06-15-2003	BOEING CO NOTES	6.350%	JUN&DEC 15	2003	JUNE			09-29-93	MORGAN STANLEY	204,596.00	200,000.00	207,750.00	200,590.88
C144	10-06-93	10-01-93	10-01-2003	ABBOTT LABS NOTES	5.600%	APR&OCT 1	2003	OCTOBER			10-13-93	MORGAN STANLEY	258,642.71	250,000.00	252,187.50	250,133.34
C145	10-27-93	10-01-93	10-01-2003	ABBOTT LABS	5.600%	APR&OCT 1	2003	OCTOBER			11-03-93	PAINE WEBBER	206,914.00	200,000.00	200,000.00	200,000.00
C148	12-06-93	10-01-93	10-01-2003	ABBOTT LABS NOTES	5.600%	APR&OCT 1	2003	OCTOBER			12-13-93	MORGAN STANLEY	206,913.79	200,000.00	195,982.00	199,560.56
C155	02-03-94	02-01-94	02-01-2004	BELL ATLANTIC N J INC DEBS	5.875%	FEB&AUG 1	2004	FEBRUARY			02-14-94	MORGAN STANLEY	255,692.50	250,000.00	249,525.00	249,933.72
C157	03-09-94	03-01-93	03-01-2003	DEAN WITTER DISCOVER CO NTS	6.875%	MAR&SEPT 1	2003	MARCH			03-16-94	MORGAN STANLEY	204,074.00	200,000.00	198,844.00	199,798.63
C158	03-10-94	02-01-94	02-01-2004	BELL ATLANTIC N J BELL	5.875%	FEB&AUG 1	2004	FEBRUARY			03-17-94	PAINE WEBBER	230,123.25	225,000.00	214,605.00	222,716.25
C161	04-07-94	06-15-93	06-15-2004	BELLSOUTH TELECOMMUN-ICATIONS INC	6.375%	JUN&DEC 15	2004	JUNE			04-14-94	MORGAN STANLEY	191,230.12	181,000.00	171,271.25	179,339.45
C164	06-30-94	03-15-94	03-15-2004	TRANSAMERICA FINL CORP	7.500%	MAR&SEP 15	2004	MARCH			07-08-94	PAINE WEBBER	159,903.00	150,000.00	148,500.00	149,769.18
C167	07-07-94	04-04-94	04-01-2004	A T & T CORP NOTES	6.750%	APR&OCT 1 (SOLD 01-14-02)	2004	APRIL			07-14-94	MORGAN STANLEY	SOLD 01-14-02	0.00	0.00	0.00
C175	12-09-94	09-15-94	09-15-2004	MORGAN J P & CO SUB NTS	7.625%	MAR&SEP 15	2004	SEPTEMBER			12-16-94	MORGAN STANLEY	163,590.00	150,000.00	145,462.50	149,076.80
C177	06-07-95	04-15-94	10-15-2005	WAL MART NOTES	5.875%	APR&OCT 15	2005	OCTOBER			06-12-95	MORGAN STANLEY	276,310.00	250,000.00	238,885.00	246,650.76
C180	06-21-95	05-15-93	05-15-2003	BELLSOUTH TELECOMMUNICATIONS	6.250%	MAY&NOV 15	2003	MAY			06-26-95	PAINE WEBBER	202,312.44	200,000.00	198,000.00	199,833.04
C184	08-17-95	07-15-93	07-15-2005	CHESAPEAKE&POTOMC TEL VA	6.125%	JAN & JUL 15	2005	JULY			08-22-95	PAINE WEBBER	162,844.55	155,000.00	147,250.00	152,803.88
C185	08-17-95	05-12-95	05-12-2005	BANKAMERICA CORP	7.125%	MAY & NOV 12	2005	MAY			08-22-95	PAINE WEBBER	277,577.50	250,000.00	250,325.00	250,088.50
C186	08-17-95	08-04-95	08-04-2005	ONTARIO PROV CANADA	7.000%	FEB & AUG 4	2005	AUGUST			08-22-95	PAINE WEBBER	279,852.50	250,000.00	251,250.00	250,361.62
C188	08-24-95	07-25-95	07-15-2005	BANC ONE CORP SB NT	7.000%	JAN & JUL 15	2005	JULY			08-29-95	MORGAN STANLEY	278,665.00	250,000.00	250,367.50	250,104.34
C198	03-29-96	12-25-95	12-15-2005	MORGAN J P & CO	6.250%	JUN & DEC 15	2005	DECEMBER			04-03-96	PAINE WEBBER	288,105.00	250,000.00	242,500.00	247,499.80
C199	04-08-96	03-27-96	03-30-2006	WALT DISNEY CO GLOBAL SER	6.750%	MAR & SEP 30	2006	MARCH			04-11-96	MORGAN STANLEY	215,542.00	200,000.00	199,750.00	199,912.24
C200	04-08-96	02-13-96	02-15-2006	BANKAMERICA CORP SUB NTS	6.200%	FEB & AUG 15	2006	FEBRUARY			04-11-96	MORGAN STANLEY	220,992.00	200,000.00	190,000.00	196,046.56
C210	06-13-96	05-17-96	05-15-2006	PEPSICO INC	7.050%	MAY & NOV 15	2006	MAY	2003	MAY	06-18-96	MORGAN STANLEY	513,975.00	500,000.00	496,110.00	498,573.92
C215	07-03-96	11-01-95	11-01-2005	EMERSON ELECTRIC EMR	6.300%	MAY & NOV 1	2005	NOVEMBER			07-09-96	MORGAN STANLEY	274,747.50	250,000.00	241,115.00	247,012.25
C219	11-27-96	03-01-93	03-01-2005	PACIFIC BELL NOTES	6.250%	MAR & SEP 1	2005	MARCH			12-03-96	MORGAN STANLEY	215,968.47	202,000.00	202,601.96	202,180.56
C228	04-10-97	04-01-97	04-02-2007	FNMA MTN - CALL	7.330%	APR & OCT 2 (FULL CALL 04-02-02)	2007	APRIL	2002	APRIL	04-11-97	PAINE WEBBER	FULL CALL 04-02-02	0.00	0.00	0.00
C230	05-08-97	03-01-97	03-01-2007	HERSHEY FOODS CORP NOTES	6.950%	MAR & SEP 1	2007	MARCH			05-13-97	MORGAN STANLEY	286,170.00	250,000.00	253,007.50	251,364.95
C235	06-18-97	03-01-93	03-01-2005	PACIFIC BELL	6.250%	MAR & SEP 01	2005	MARCH			06-23-97	PAINE WEBBER	264,614.63	250,000.00	245,937.50	248,703.58
C236	07-01-97	06-19-97	06-15-2007	NORWEST CORP	6.750%	JUN & DEC 15	2007	JUNE			07-03-97	PAINE WEBBER	342,726.00	300,000.00	299,847.00	299,927.64
C240	07-28-97	12-11-96	12-11-2006	FED FARM CRED BK MTN	6.330%	JUN & DEC 11	2006	DECEMBER			07-29-97	PAINE WEBBER	339,291.00	300,000.00	300,000.00	300,000.00
C241	07-28-97	03-01-93	03-01-2005	PACIFIC BELL NOTE	6.250%	MAR & SEP 1	2005	MARCH			07-31-97	PAINE WEBBER	323,417.88	300,000.00	299,250.00	299,757.78
C244	08-13-97	12-13-96	12-13-2006	DEUTSHCE BANK FIN INC SUB	6.700%	JUN & DEC 13	2006	DECEMBER			08-18-97	MORGAN STANLEY	339,873.00	300,000.00	300,000.00	300,000.00
C255	03-19-98	10-01-67	10-01-2006	NEW ENGLAND T&T DEBENTUR	6.125%	APR & OCT 01 (FULL CALL 03-04-02)	2006	OCTOBER	1998	OCTOBER	03-24-98	MORGAN STANLEY	FULL CALL 03-04-02	0.00	0.00	0.00
C258	03-26-98	01-14-98	01-15-2008	PEPSICO INC MTN	5.750%	JAN & JULY 15	2008	JANUARY			03-31-98	MORGAN STANLEY	331,749.28	300,000.00	298,875.00	299,394.75

ACCT#	UNREALIZED GAIN OR LOSS (MARKET VALUE VS BOOK VALUE)	INTEREST OR DIVIDENDS EARNED	ACCRUED INTEREST AT PURCHASE	CURRENT QUARTER INTEREST RECEIVED	ACCRUAL 09-30-02	PRIOR QUARTERS INTEREST RECEIVED	PRIOR YEARS INTEREST RECEIVED	GAIN/LOSS ON SALE, MATURITY, OR CALL	DESCRIPTION	CURRENT QUARTER PRINCIPAL PAYMENTS	PRIOR QUARTERS PRINCIPAL PAYMENTS	PRIOR YEAR PRINCIPAL PAYMENTS	CUCIP #	MOODY RATING	*S&P RATING
C141	0.00	31.25	0.00		0.00	31.25	0.00			0.00	0.00	0.00	134429AH2	A3	A
C143	4,005.12	118,074.72	3,668.88		3,774.72	6,350.00	107,950.00			0.00	0.00	0.00	097023AL9	A2	A+
C144	8,509.37	127,029.78	466.66		7,077.78	7,056.00	112,896.00			0.00	0.00	0.00	002824AF7	Aa3	AA
C145	6,914.00	100,862.22	995.56		5,662.22	5,600.00	89,600.00			0.00	0.00	0.00	002824AF7	Aa3	AA
C148	7,353.23	99,910.22	2,240.00		5,662.22	5,544.00	88,704.00			0.00	0.00	0.00	002824AF7	Aa3	AA
C155	5,758.78	127,291.67	530.38	7343.75	2,447.92	7,343.75	110,156.25			0.00	0.00	0.00	077858AA6	Aa2	A+
C157	4,275.37	117,982.64	572.91	6875.00	1,107.64	6,875.00	103,125.00			0.00	0.00	0.00	24240VAC5	Aa3	AA-
C158	7,407.00	114,562.55	1,689.06	6609.37	2,203.13	6,609.38	99,140.67			0.00	0.00	0.00	077858AA6	Aa2	A+
C161	11,890.67	101,509.03	3,814.19		3,429.57	5,769.38	92,310.08			0.00	0.00	0.00	079867AF4	Aa2	A+
C164	10,133.82	96,093.75	3,531.25	5625.00	468.75	5,625.00	84,375.00			0.00	0.00	0.00	893502BQ6	A3	A-
C167	0.00	78,749.92	2,812.49		0.00	2896.87	75,853.05	6,088.48	SOLD 01-14-02	0.00	0.00	0.00	001957AM1	A3	BBB+
C175	14,513.20	91,976.56	2,891.14	5718.75	476.56	5,718.75	80,062.50	154,500PRCDS-(150,000PRIN-6,750DISC-5161.52AMRT)		0.00	0.00	0.00	616880AW0	A1	A
C177	29,659.24	109,666.67	2,325.52		6,854.17	7,343.75	95,468.75			0.00	0.00	0.00	931142AT0	Aa2	AA
C180	2,479.40	91,729.17	1,423.61		4,791.67	6,187.50	80,750.00			0.00	0.00	0.00	079867AE7	Aa2	A+
C184	10,040.67	68,486.89	975.75	4746.87	2,030.61	4,746.88	56,962.53			0.00	0.00	0.00	165087AR8	Aa2	A+
C185	27,489.00	131,664.06	4,947.92		6,976.56	8,906.25	115,781.25			0.00	0.00	0.00	06605LGF0	Aa2	A+
C186	29,490.88	130,520.83	875.00	8750.00	2,770.83	8,750.00	110,250.00			0.00	0.00	0.00	683234JM1	Aa2	AA
C188	28,560.66	125,757.06	1,652.77	8750.00	3,743.06	8,750.00	104,514.00			0.00	0.00	0.00	059438AF8	A1	A-
C198	20,605.20	106,206.60	4,687.50		4,644.10	7,812.50	93,750.00			0.00	0.00	0.00	616880BH2	A1	A
C199	15,629.76	88,012.50	524.99		6,900.00	6,750.00	74,362.50			0.00	0.00	0.00	254687AM8	A3	A-
C200	24,945.44	82,253.33	1,997.77	6200.00	1,584.44	6,200.00	68,268.89			0.00	0.00	0.00	066050CH6	Aa3	A
C210	15,401.08	224,816.66	3,035.41		13,512.50	17,625.00	193,679.16			0.00	0.00	0.00	71345LDU9	A1	A
C215	27,735.25	101,150.00	2,974.99		6,650.00	7,875.00	96,625.00			0.00	0.00	0.00	291011AE4	A2	A
C219	13,787.91	76,810.78	3,226.38	6312.50	1,017.01	6,312.50	63,168.76			0.00	0.00	0.00	694032AR4	Aa3	AA-
C228	0.00	146,681.44	814.44		0.00	14,660.00	132,021.44	0.00	FULL CALL 04-02-02	0.00	0.00	0.00	31364CA32	AAA	AAA
C230	34,805.05	96,962.15	3,475.00	8687.50	1,399.65	8,687.50	78,187.50	400,000.00PRCDS-(400,000.00PRIN)		0.00	0.00	0.00	427866AJ7	A1	A+
C235	15,911.05	86,336.81	4,861.11	7734.38	1,258.68	7,734.38	89,609.37			0.00	0.00	0.00	694032AR4	Aa3	AA-
C236	42,796.36	107,043.75	787.50		6,018.75	10,125.00	90,900.00			0.00	0.00	0.00	66938FJT2	Aa2	A+
C240	39,291.00	100,805.25	2,532.00		5,855.25	9,495.00	85,455.00			0.00	0.00	0.00	31331N3Y8	AAA	AAA
C241	23,660.09	105,494.76	7,812.50	9453.12	1,510.42	9,453.12	85,078.11			0.00	0.00	0.00	694032AR4	Aa3	AA-
C244	39,873.00	106,585.83	3,629.16		6,085.83	10,050.00	90,450.00			0.00	0.00	0.00	251529AE3	A1	A+
C255	0.00	54,206.25	5,886.80		0.00	5,206.25	49,000.00	0.00	FULL CALL 03-04-02	0.00	0.00	0.00	644239AK1	Aa2	A+
C258	32,354.53	77,420.35	3,689.58	8625.01	3,689.58	8,625.01	56,480.74	200,000PRCDS-(200,000PRIN)		0.00	0.00	0.00	71345LEC8	A1	A

SCHEDULE IB
BONDS-TAXABLE

ACCT.1510 09-30-02

ACCT#	TRADE DATE	DATED DATE	DUE DATE	DESCRIPTION	INTEREST		MATURITY		CALLABLE		DATE ACQUIRED	FROM WHOM ACQUIRED	MARKET VALUE* 09-30-02	TOTAL PAR VALUE	COST TO COMPANY (EXCLUDING ACC INTEREST AND DIVIDENDS)	BOOK VALUE 09-30-02
					RATE OF	HOW PAID	YEAR	MONTH	YEAR	MONTH						
C261	04-16-98	10-22-93	10-30-2008	SECTION A - BONDS								MORGAN STANLEY	287,287.85	243,000.00	242,757.00	242,860.14
C262	04-21-98	10-21-93	10-15-2008	FIRST UNION CORP SUB NOTE	6.000%	APR & OCT 30	2008	OCTOBER			04-21-98	MORGAN STANLEY	547,380.00	500,000.00	495,000.00	497,125.98
C266	05-20-98	10-21-93	10-15-2008	REPUBLIC NY CORP NOTE	5.875%	APR & OCT 15	2008	OCTOBER			04-24-98	MORGAN STANLEY	366,152.71	350,000.00	342,457.50	345,630.08
C268	06-04-98	01-23-98	01-23-2008	JP MORGAN SUB NOTE	5.750%	APR & OCT 15	2008	OCTOBER			05-26-98	MORGAN STANLEY	505,815.00	500,000.00	500,000.00	500,000.00
C272	06-30-98	10-26-93	11-01-2008	FNMA MTN-CALLABLE	6.160%	JAN & JUL 23	2008	JANUARY	2003	JANUARY	06-05-98	PAINE WEBBER	275,953.05	250,000.00	251,875.00	251,110.00
C274	07-10-98	01-14-98	01-15-2008	CHEMICAL BANK SUB NOTE	6.125%	MAY & NOV 1	2008	NOVEMBER			07-06-98	MORGAN STANLEY	276,457.22	250,000.00	250,000.00	250,000.00
C275	07-14-98	04-15-98	04-15-2008	PEPSICO INC MTN	5.750%	JAN & JULY 15	2008	JANUARY			07-15-98	MORGAN STANLEY	363,429.50	350,000.00	349,269.90	349,593.75
C277	07-16-98	10-26-93	11-01-2008	NEW YORK TELEPHONE CO	6.000%	APR & OCT 15	2008	APRIL			07-15-98	PAINE WEBBER	220,761.45	200,000.00	201,250.00	200,740.00
C278	07-17-98	04-15-98	04-15-2008	CHEMICAL BANK SUB NOTE	6.125%	MAY & NOV 1	2008	NOVEMBER			07-21-98	MORGAN STANLEY	415,348.00	400,000.00	401,488.00	400,844.89
C279	07-21-98	10-21-93	10-22-2007	NY TELEPHONE DEBENTURES	6.000%	APR & OCT 15	2008	APRIL			07-22-98	MORGAN STANLEY	542,350.00	500,000.00	507,500.00	504,085.04
C281	08-18-98	10-15-93	10-15-2008	SOUTHWESTERN BELL MTN	5.980%	MAY & NOV 15	2007	OCTOBER			07-24-98	MORGAN STANLEY	206,800.63	204,000.00	201,450.00	202,486.50
C282	08-18-98	10-27-93	10-27-2008	CIT GROUP HOLDINGS NOTE	5.875%	APR & OCT 15	2008	OCTOBER			08-21-98	MORGAN STANLEY	260,785.00	250,000.00	250,000.00	250,000.00
C283	08-20-98	07-15-98	07-15-2005	WALT DISNEY MTN	5.800%	FEB & AUG 1	2008	OCTOBER			08-21-98	MORGAN STANLEY	272,597.88	254,000.00	256,032.00	254,822.50
C284	08-25-98	10-15-93	10-15-2008	MERRILL LYNCH BONDS	6.000%	JAN & JUL 15	2005	JULY			08-25-98	MORGAN STANLEY	252,756.33	250,000.00	248,750.00	249,258.00
C285	09-16-98	10-21-93	10-15-2008	CIT GROUP HOLDINGS NOTE	5.875%	APR & OCT 15	2008	OCTOBER			08-28-98	MORGAN STANLEY	209,229.79	200,000.00	197,300.00	198,384.37
C286	09-16-98	01-01-98	01-01-2008	JP MORGAN SUB NOTE	5.750%	APR & OCT 15	2008	OCTOBER			09-21-98	MORGAN STANLEY	221,946.00	200,000.00	206,400.00	203,624.64
C289	10-06-98	10-27-98	10-27-2003	COMMERCIAL CREDIT MTN	6.250%	JAN & JULY 1	2008	JANUARY			09-21-98	MORGAN STANLEY	491,924.25	475,000.00	475,000.00	475,000.00
C290	11-18-98	03-01-87	03-01-2007	FHLB-CALLABLE	5.000%	APR & OCT 27	2003	OCTOBER	2000 ⓐ PAR	OCT	10-27-98	PAINE WEBBER	351,050.00	350,000.00	349,128.50	349,534.11
C291	11-30-98	10-26-93	11-01-2008	OHIO BELL TEL DEBENTURE	5.375%	MAR & SEPT 01	2007	MARCH		MAR	11-23-98	MORGAN STANLEY	331,143.00	300,000.00	307,581.00	304,674.72
C292	12-09-98	11-24-98	12-01-2008	CHEMICAL BANK SUB NOTE	6.125%	MAY & NOV 1	2008	NOVEMBER			12-03-98	MORGAN STANLEY	335,500.00	400,000.00	414,000.00	408,677.80
C293	12-23-98	12-14-98	12-15-2008	HALLIBURTON CO MTN	5.625%	JUN & DEC 1	2008	DECEMBER			12-14-98	MORGAN STANLEY	439,452.24	400,000.00	403,500.00	402,169.22
C295	02-17-99	02-01-99	02-01-2009	TOYOTA MTR CREDIT NOTES	5.500%	JUN & DEC 15	2008	DECEMBER			12-29-98	MORGAN STANLEY	238,538.25	225,000.00	223,863.75	224,276.91
C297	02-17-99	02-01-99	02-01-2009	IBM CORP	5.375%	FEB & AUG 01	2009	FEBRUARY			02-22-99	MORGAN STANLEY	216,737.83	200,000.00	196,000.00	197,433.19
C299	03-01-99	02-08-99	02-15-2009	BANKAMERICA CORP NOTES	5.875%	FEB & AUG 15	2009	FEBRUARY			03-04-99	MORGAN STANLEY	FULL CALL 06-13-02	0.00	0.00	0.00
C299	03-11-99	02-02-99	02-04-2009	FNMA MTN-CALLABLE	6.030%	FEB & AUG 04 (FULL CALL 06-13-02)	2009	FEBRUARY	2002 ⓐ PAR	FEB	03-12-99	PAINE WEBBER	253,380.00	250,000.00	243,750.00	246,066.84
C300	03-22-99	10-15-98	10-15-2008	GTE NORTHWEST INC DEBENT	5.550%	APR & OCT 15	2008	OCTOBER			03-25-99	MORGAN STANLEY	FULL CALL 02-19-02	0.00	0.00	0.00
C301	03-24-99	02-17-99	02-19-2009	FNMA MTN - CALLABLE	6.190%	FEB & AUG 19 (FULL CALL 02-19-02)	2009	FEBRUARY	2002 ⓐ PAR	FEB	03-25-99	PAINE WEBBER	FULL CALL 06-17-02	0.00	0.00	0.00
C302	04-08-99	02-05-99	02-05-2009	FNMA MTN - CALLABLE	6.000%	FEB & AUG 05 (FULL CALL 06-17-02)	2009	FEBRUARY	2002 ⓐ PAR	FEB	04-09-99	PAINE WEBBER	274,960.94	250,000.00	249,875.00	249,919.10
C303	04-08-99	02-17-99	02-17-2009	BANK ONE CORP SUB NOTE	6.000%	FEB & AUG 17	2009	FEBRUARY			04-13-99	MORGAN STANLEY	FULL CALL 04-18-02	0.00	0.00	0.00
C305	05-19-99	04-13-99	04-15-2009	FNMA MTN - CALLABLE	6.470%	APR & OCT 15 (FULL CALL 04-18-02)	2009	APRIL	2002 ⓐ PAR	APRIL	05-20-99	PAINE WEBBER	275,435.00	250,000.00	250,312.50	250,206.72
C306	05-18-99	05-19-99	05-15-2009	GOLDMAN SACHS GP NOTES	6.650%	MAY & NOV 15	2009	MAY			05-21-99	MORGAN STANLEY	276,570.00	250,000.00	248,000.00	248,712.99
C307	05-18-99	10-30-98	11-01-2008	ASSOC CORP NA NOTE	6.250%	MAY & NOV 01	2008	NOVEMBER			05-21-99	MORGAN STANLEY	FULL CALL 04-29-02	0.00	0.00	0.00
C308	05-26-99	04-29-99	04-29-2009	FHLMC-CALLABLE	6.450%	APR & OCT 29 (FULL CALL 04-29-02)	2009	APRIL	2002 ⓐ PAR	APRIL	05-27-99	PAINE WEBBER	266,122.50	250,000.00	241,250.00	244,290.15
C309	05-25-99	02-17-99	02-17-2009	MERRILL LYNCH SR UNSUB	6.000%	FEB & AUG 17	2009	FEBRUARY			05-28-99	MORGAN STANLEY	SOLD 01-14-02	0.00	0.00	0.00
C310	05-25-99	03-26-99	03-15-2009	AT&T CORP BOND	6.000%	MAR & SEPT 15	2009	MARCH		ANY INT DATE	05-28-99	MORGAN STANLEY				

ACCT#	UNREALIZED GAIN OR LOSS (MARKET VALUE VS BOOK VALUE)	INTEREST OR DIVIDENDS EARNED	ACCRUED INTEREST AT PURCHASE	CURRENT QUARTER INTEREST RECEIVED	ACCRUAL 09-30-02	PRIOR QUARTERS INTEREST RECEIVED	PRIOR YEARS INTEREST RECEIVED	GAIN/LOSS ON SALE, MATURITY, OR CALL	DESCRIPTION	CURRENT QUARTER PRINCIPAL PAYMENTS	PRIOR QUARTERS PRINCIPAL PAYMENTS	PRIOR YEAR PRINCIPAL PAYMENTS	CUCIP #	WOODY RATING	*SAP RATING
C261	24,427.71	71,806.50	6,925.50		6,196.50	7,290.00	58,320.00			0.00	0.00	0.00	337358AU9	A2	A-
C262	50,254.02	131,208.33	734.37		13,708.33	14,687.50	102,812.50			0.00	0.00	0.00	760719BA1	A2	A
C266	20,522.63	90,351.67	2,292.01		9,391.67	10,120.00	70,840.00			0.00	0.00	0.00	616880AU4	A1	A
C268	5,815.00	144,503.33	11,293.33	15400.00	5,903.33	15,400.00	107,800.00			0.00	0.00	0.00	31364FPQ8	AAA	AAA
C272	24,843.05	67,776.66	2,764.75		6,465.28	7,656.27	53,655.12			0.00	0.00	0.00	163714AG3	Aa3	A+
C274	26,457.22	64,516.81	0.00	7187.49	3,074.65	7,187.49	47,067.17			0.00	0.00	0.00	71345LEC8	A1	A
C275	13,835.75	93,800.00	5,250.00		9,800.00	10,500.00	73,500.00			0.00	0.00	0.00	650094CH6	A1	A+
C277	20,021.45	54,110.85	2,722.22		5,172.22	6,124.98	42,813.65			0.00	0.00	0.00	163714AG3	Aa3	A+
C278	14,503.11	107,200.00	6,466.66		11,200.00	12,000.00	84,000.00			0.00	0.00	0.00	650094CH6	A1	A+
C279	38,264.96	131,061.67	5,730.83		11,461.67	14,950.00	104,650.00			0.00	0.00	0.00	84534ECT3	Aa2	AA-
C281	4,314.13	64,272.52	4,194.75		5,593.00	7,334.94	51,344.58			0.00	0.00	0.00	125569DC4	A2	A
C282	10,785.00	60,416.67	805.55	7250.00	2,416.67	7,250.00	43,500.00			0.00	0.00	0.00	25469HBD4	A2	A-
C283	17,775.38	64,219.67	1,693.33	7620.00	3,259.67	7,620.00	45,720.00			0.00	0.00	0.00	125569DC4	A2	AA-
C284	3,498.33	54,864.65	5,426.21		6,854.17	6,001.31	42,009.18			0.00	0.00	0.00	616880AU4	A1	A
C285	10,845.42	50,906.67	4,983.33		5,366.67	5,692.50	39,847.50			0.00	0.00	0.00	201615DT5	Aa1	AA-
C286	18,321.36	53,159.72	2,777.77	6250.00	3,159.72	6,250.00	37,500.00			0.00	0.00	0.00	3133M5YR5	AAA	NR
C289	16,924.25	93,416.67	0.00		10,291.67	11,875.00	71,250.00			0.00	0.00	0.00	677177AB3	Aa2	AA-
C290	1,515.89	76,765.45	4,285.06	9406.25	1,515.45	9,406.25	56,437.50			0.00	0.00	0.00	163714AG3	Aa3	A+
C291	26,468.28	72,070.83	1,633.33		7,758.33	9,187.50	55,125.00			0.00	0.00	0.00	40621PAE9	Baa2	A-
C292	(73,177.80)	86,750.00	1,249.99		7,562.50	11,250.00	67,937.50			0.00	0.00	0.00	892332AH0	Aa1	AAA
C293	37,283.02	82,874.56	916.66		6,538.89	10,637.28	65,698.39			0.00	0.00	0.00	459200AT8	A1	A+
C295	14,261.34	44,343.79	705.46	6046.88	2,015.63	6,046.88	30,234.40			0.00	0.00	0.00	066050CV5	Aa2	A+
C297	19,304.64	42,854.93	848.61	5875.07	1,501.39	5,875.00	29,603.47			0.00	0.00	0.00	31364GRR2	AAA	AAA
C299	0.00	101,421.25	3,350.00		0.00	25,878.75	75,542.50	2,984.60	FULL CALL 6-13-02	0.00	0.00	0.00	36233RAG8	Aa3	A+
C300	7,313.16	55,037.50	6,166.66		6,475.00	6,937.50	41,625.00	500000PRCDS-(500000PRIN-4477DISC+1492.40AMRT)		0.00	0.00	0.00	31364GTW9	AAA	AAA
C301	0.00	65,115.36	2,286.86		0.00	10,832.50	54,282.86	0.00	FULL CALL 02-19-02	0.00	0.00	0.00	31364GSM2	AAA	AAA
C302	0.00	40,400.00	2,133.33		0.00	10,400.00	30,000.00	350,000PRCDS-(350,000PRIN)-555.34	FULL CALL 6-17-02	0.00	0.00	0.00	06422QAA7	A1	A
C303	25,041.84	54,333.33	2,333.33	7500.00	1,833.33	7,500.00	37,500.00	200000PRCDS-(200000PRIN-826DISC+270.66AMRT)		0.00	0.00	0.00	31364GE70	AAA	AAA
C305	0.00	48,749.65	1,662.43		0.00	8,222.29	40,527.36	1,112.11	FULL CALL 04-18-02	0.00	0.00	0.00	38141GAA2	Aa3	A+
C306	25,228.28	56,063.20	92.36		6,372.92	8,312.50	41,377.78	250,000PRCDS-(250,000PRIN-1,588.75DISC+476.64AMRT)		0.00	0.00	0.00	046003JT7	Aa1	AA-
C307	27,857.01	53,472.22	868.05		6,597.22	7,812.50	39,062.50			0.00	0.00	0.00	3134A3MM5	AAA	AAA
C308	0.00	67,725.06	1,755.83		0.00	11,287.51	56,437.55	1,250.25	FULL CALL 04-29-02	0.00	0.00	0.00	590188JP4	Aa3	AA-
C309	21,832.35	54,333.33	4,208.33	7500.00	1,833.33	7,500.00	37,500.00	350,000PRCDS-(350,000PRIN-1,793.40DISC+543.15AMRT)		0.00	0.00	0.00	001957AV1	A3	BBB+
C310	0.00	42,000.00	2,583.33		0.00	4,958.33	37,041.67	(9,338.08)	SOLD 01-14-02	0.00	0.00	0.00			

SCHEDULE IB
BONDS-TAXABLE
09-30-02

ACCT. 1510

ACCT#	TRADE DATE	DATED DATE	DUE DATE	DESCRIPTION	INTEREST		MATURITY		CALLABLE		DATE ACQUIRED	FROM WHOM ACQUIRED	MARKET VALUE* 09-30-02	TOTAL PAR VALUE	COST TO COMPANY (EXCLUDING ACC INTEREST AND DIVIDENDS)	BOOK VALUE 09-30-02
					RATE OF	HOW PAID	YEAR	MONTH	YEAR	MONTH						
				SECTION A - BONDS												
C311	05-26-99	03-31-99	03-15-2009	CITIGROUP INC BOND	6.200%	(SOLD 01-14-02) MAR & SEPT 15	2009	MARCH	2009		05-28-99	MORGAN STANLEY	332,307.00	300,000.00	298,875.00	299,262.45
C312	06-03-99	02-25-99	02-15-2009	DEERE JOHN CAP CORP NOTE	6.000%	FEB & AUG 15	2009	FEBRUARY	2009		06-08-99	MORGAN STANLEY	273,562.50	250,000.00	238,500.00	242,431.60
C313	06-03-99	06-02-98	06-01-2008	SUNTRUST BANKS SR NOTES	6.250%	JUN & DEC 1	2008	JUNE	2008		06-08-99	MORGAN STANLEY	283,717.50	250,000.00	245,250.00	246,983.20
C314	06-11-99	02-26-97	03-01-2007	MORGAN STANLEY GP NOTES	6.875%	MAR & SEPT 1	2007	MARCH	2007		06-16-99	MORGAN STANLEY	333,876.28	300,000.00	301,875.00	301,077.00
C315	06-18-99	04-29-99	04-29-2009	FNMA - CALLABLE	6.500%	APR & OCT 29 (FULL CALL 04-29-02)	2009	APRIL	2002	APRIL	06-21-99	PAINE WEBBER	FULL CALL 04-29-02	0.00	0.00	0.00
C316	06-16-99	03-15-99	03-15-2009	EMERSON ELECTRIC CO NOTE	5.850%	MAR & SEP 15	2009	MARCH	2009		06-21-99	MORGAN STANLEY	324,981.00	300,000.00	286,875.00	291,324.20
C319	06-25-99	07-17-97	07-15-2009	NORWEST FINANCIAL SR NOTE	6.850%	JAN & JUL 15	2009	JANUARY	2009		06-30-99	MORGAN STANLEY	289,562.50	250,000.00	250,000.00	250,000.00
C321	07-06-99	04-29-99	04-29-2009	FHLMC-CALLABLE	6.450%	APR & OCT 29 (FULL CALL 04-29-02)	2009	APRIL	2002	APRIL	07-07-99	PAINE WEBBER	FULL CALL 04-29-02	0.00	0.00	0.00
C322	07-02-99	05-01-98	05-01-2008	PUB SRVC ELEC & GAS MORTG	6.375%	MAY & NOV 01	2008	MAY	2008		07-08-99	MORGAN STANLEY	503,631.00	450,000.00	444,937.50	446,782.59
C323	07-12-99	05-14-99	05-14-2009	FNMA-CALLABLE	6.400%	MAY & NOV 14	2009	MAY	2004	MAY	07-14-99	PAINE WEBBER	525,155.00	500,000.00	491,805.00	494,490.93
C324	07-16-99	01-21-98	01-15-2008	AMERITECH CAP FNDG NOTE	6.150%	JAN & JULY 15	2008	JANUARY	2008		07-21-99	MORGAN STANLEY	383,383.00	350,000.00	346,937.50	348,096.97
C325	07-12-99	07-26-99	07-26-2009	LEHMAN BROS HLDGS MTN	7.500%	JAN & JULY 26 (FULL CALL 07-26-02)	2009	JANUARY	2002	JULY	07-26-99	PAINE WEBBER	FULL CALL 07-26-02	0.00	0.00	0.00
C328	08-23-99	04-29-99	04-29-2009	FNMA -CALLABLE	6.500%	APR & OCT 29 (FULL CALL 04-29-02)	2009	APRIL	2002	APRIL	08-24-99	PAINE WEBBER	FULL CALL 04-29-02	0.00	0.00	0.00
C329	08-26-99	07-17-97	07-15-2009	NORWEST FINANCIAL SR NOTE	6.850%	JAN & JUL 15	2009	JULY	2009		08-30-99	MORGAN STANLEY	289,562.50	250,000.00	250,000.00	250,000.00
C330	09-13-99	11-06-97	11-01-2006	GENERAL ELEC CAP MTN	6.500%	MAY & NOV 1	2006	NOVEMBER	2006		09-16-99	MORGAN STANLEY	360,553.68	324,000.00	324,810.00	324,465.53
C332	09-28-99	03-18-99	03-15-2009	LELAND STANFORD UNIV NOTE	5.850%	MAR & SEPT 15	2009	MARCH	2009		10-01-99	MORGAN STANLEY	283,085.94	250,000.00	237,812.50	241,661.26
C333	12-02-99	06-30-97	07-01-2007	CITICORP MTN SUB	7.000%	JAN & JUL 01	2007	JULY	2007		12-07-99	MORGAN STANLEY	397,894.00	350,000.00	350,000.00	350,000.00
C334	01-19-00	09-29-99	10-01-2009	GOLDMAN SACHS GP MTN	7.350%	APR & OCT 01	2009	OCTOBER	2009		01-24-00	MORGAN STANLEY	285,727.50	250,000.00	245,312.50	246,623.26
C335	01-19-00	01-19-00	01-19-2010	GENERAL ELEC CAP CORP	7.375%	JAN & JUL 19	2010	JANUARY	2010		01-24-00	MORGAN STANLEY	584,385.18	500,000.00	502,500.00	501,818.22
C336	01-21-00	04-07-98	04-01-2008	CHASE MANHATTAN CORP	6.375%	APR & OCT 01	2008	APRIL	2008		01-26-00	PAINE WEBBER	180,316.95	165,000.00	153,236.99	157,118.78
C337	01-25-00	09-16-99	09-15-2009	PROCTOR & GAMBLE UNSUB	6.875%	MAR & SEP 15	2009	SEPTEMBER	2009		01-28-00	MORGAN STANLEY	294,659.71	250,000.00	245,962.50	247,101.33
C339	02-03-00	08-10-99	08-10-2009	WAL-MART STORES	6.875%	FEB & AUG 10	2009	AUGUST	2009		02-08-00	MORGAN STANLEY	354,027.00	300,000.00	295,875.00	297,022.84
C340	02-03-00	09-16-99	09-15-2009	PROCTOR & GAMBLE UNSUB	6.875%	MAR & SEPT 15	2009	SEPTEMBER	2009		02-08-00	MORGAN STANLEY	353,592.29	300,000.00	296,250.00	297,284.56
C341	03-21-00	12-07-99	12-07-2009	BEAR STEARNS COS INC	7.625%	JUN & DEC 07	2009	DECEMBER	2009		03-24-00	PAINE WEBBER	291,649.99	250,000.00	249,436.25	249,584.43
C342	03-21-00	04-27-93	04-27-2008	MERRILL LYNCH & CO	7.000%	APR & OCT 27	2008	APRIL	2008		03-24-00	PAINE WEBBER	284,045.00	250,000.00	244,799.00	246,444.17
C343	03-30-00	01-19-00	01-19-2010	GENERAL ELEC CAP CORP	7.375%	JAN & JUL 19	2010	JANUARY	2010		04-04-00	MORGAN STANLEY	175,315.32	150,000.00	152,062.50	151,538.10
C345	03-31-00	10-07-97	10-01-2007	SUNAMERICA INC NOTE	6.750%	APR & OCT 1	2007	OCTOBER	2007		04-04-00	MORGAN STANLEY	520,705.51	458,000.00	448,267.50	451,476.00
C346	04-10-00	09-09-99	09-09-2009	FHLMC-CALLABLE	7.625%	MAR & SEPT 09 (FULL CALL 09-09-02)	2009	SEPTEMBER	2002	SEPT	04-11-00	PAINE WEBBER	FULL CALL 09-09-02	0.00	0.00	(0.01)
C349	04-25-00	08-27-96	09-01-2008	CITICORP SUBORDINATED NTE	7.250%	MAR & SEPT 1	2008	SEPTEMBER	2008		04-28-00	MORGAN STANLEY	582,690.00	500,000.00	503,125.00	502,205.80
C350	04-25-00	10-20-99	10-15-2009	DUPONT EI DE NEMOURS CO N	6.875%	APR & OCT 15	2009	OCTOBER	2009		04-28-00	MORGAN STANLEY	294,072.50	250,000.00	247,812.50	248,383.10
C351	04-25-00	09-17-99	09-15-2009	CATERPILLAR INC NOTE	7.250%	MAR & SEPT 15	2009	SEPTEMBER	2009		04-28-00	MORGAN STANLEY	294,047.50	250,000.00	249,687.50	249,769.70
C352	05-01-00	10-07-97	10-01-2007	SUNAMERICA INC NOTE	6.750%	APR & OCT 1	2007	OCTOBER	2007		05-04-00	MORGAN STANLEY	284,227.14	250,000.00	245,625.00	247,034.69
C353	05-01-00	07-17-97	07-15-2009	NORWEST FINANCIAL SR NOTE	6.850%	JAN & JUL 15	2009	JULY	2009		05-04-00	MORGAN STANLEY	289,562.50	250,000.00	238,750.00	241,689.15

ACCT#	UNREALIZED GAIN OR LOSS (MARKET VALUE VS BOOK VALUE)	INTEREST OR DIVIDENDS EARNED	ACCRUED INTEREST AT PURCHASE	CURRENT QUARTER INTEREST RECEIVED	ACCRUAL 09-30-02	PRIOR QUARTERS INTEREST RECEIVED	PRIOR YEARS INTEREST RECEIVED	GAIN/LOSS ON SALE, MATURITY, OR CALL	DESCRIPTION	CURRENT QUARTER PRINCIPAL PAYMENTS	PRIOR QUARTERS PRINCIPAL PAYMENTS	PRIOR YEAR PRINCIPAL PAYMENTS	CUCIP #	MOODY RATING	*S&P RATING
C311	33,044.55	65,100.00	2,996.66	9300.00	775.00	9,300.00	45,725.00	237,500PRCDS-(250,000PRIN-4,375DISC+1,213.08AMRT)		0.00	0.00	0.00	172967AX9	Aa1	AA-
C312	31,130.90	54,000.00	4,291.66	7500.00	1,916.67	7,500.00	37,083.33			0.00	0.00	0.00	244217BC8	A3	A-
C313	36,724.30	52,126.74	303.81		5,251.74	7,812.50	39,062.50			0.00	0.00	0.00	867914AQ6	Aa3	A+
C314	32,799.28	73,848.96	6,015.62	10312.50	1,661.46	10,312.50	51,562.50			0.00	0.00	0.00	617446AZ2	Aa3	AA-
C315	0.00	48,750.00	2,347.22		0.00	8,125.00	40,625.00	3,083.60 FULL CALL 04-29-02		0.00	0.00	0.00	31359MER0	AAA	AAA
C316	33,656.80	62,156.25	4,679.99	8775.00	731.25	8,775.00	43,875.00	250,000PRCDS-(250,000PRIN-4,421DISC+1,337.40AMRT)		0.00	0.00	0.00	291011AH7	A2	A
C319	39,562.50	63,600.35	7,848.95	8562.50	3,662.85	8,562.50	42,812.50			0.00	0.00	0.00	669383DK4	Aa2	A+
C321	0.00	58,049.94	3,655.00		0.00	9,674.99	48,374.95	5,472.65 FULL CALL 04-29-02		0.00	0.00	0.00	3134A3MM5	AAA	AAA
C322	56,848.41	98,175.00	5,339.06		12,112.50	14,343.75	71,718.75	300,000PRCDS-(300,000PRIN-7,780.20DISC+2,307.55AMRT)		0.00	0.00	0.00	744567FB9	Aaa	AAA
C323	30,664.07	108,355.56	5,333.33		12,355.56	16,000.00	80,000.00			0.00	0.00	0.00	31359MET6	AAA	NR
C324	35,286.03	69,178.96	359.74	10762.50	4,603.96	10,762.50	43,050.00			0.00	0.00	0.00	030955AL2	Aa3	AA-
C325	0.00	56,250.00	0.00	9375.00	0.00	9,375.00	37,500.00	0.00 FULL CALL 07-26-02		0.00	0.00	0.00	52517PQH7	A2	A
C328	0.00	48,750.00	5,190.97		0.00	8,125.00	40,625.00	250,000PRDS-(250,000PRIN-0DISC-0AM 6,322.38 FULL CALL 04-29-02		0.00	0.00	0.00	31359MER0	AAA	AAA
C329	39,562.50	55,037.85	2,140.62	8562.50	3,662.85	8,562.50	34,250.00	250,000PRCDS-(250,000PRIN-8,912.50DISC+2,590.12AMRT)		0.00	0.00	0.00	669383DK4	Aa2	A+
C330	36,088.15	72,072.00	7,897.50		8,892.00	10,530.00	52,650.00			0.00	0.00	0.00	369622FL4	Aaa	NR
C332	41,424.68	44,484.38	649.99	7312.50	609.38	7,312.50	29,250.00			0.00	0.00	0.00	52555LAB9	Aaa	AAA
C333	47,894.00	79,693.06	10,616.66	12250.00	6,193.06	12,250.00	49,000.00			0.00	0.00	0.00	17303MGW3	Aa2	A+
C334	39,104.24	55,329.16	5,869.79		9,289.58	9,187.50	36,852.08			0.00	0.00	0.00	38141GAD6	Aa3	A+
C335	82,566.96	99,664.98	512.15	18437.51	7,477.43	18,437.51	55,312.53			0.00	0.00	0.00	36962GUL6	Aaa	AAA
C336	23,198.17	31,614.71	3,360.16		5,317.81	5,259.38	21,037.52			0.00	0.00	0.00	16161ABS6	A1	A+
C337	47,558.38	52,230.85	6,302.08	8593.74	716.15	8,593.74	34,327.22			0.00	0.00	0.00	742718BM0	Aa3	AA-
C339	57,004.16	64,796.88	10,197.91	10312.50	2,921.88	10,312.50	41,250.00			0.00	0.00	0.00	931142BE2	Aa2	AA
C340	56,307.73	62,677.13	8,135.41	10312.51	859.38	10,312.51	41,192.74			0.00	0.00	0.00	742718BM0	Aa3	AA-
C341	42,065.56	53,745.66	5,665.80		6,089.41	9,531.25	38,125.00			0.00	0.00	0.00	073902BR8	A2	A
C342	37,600.83	51,333.33	7,145.83		7,583.33	8,750.00	35,000.00			0.00	0.00	0.00	590188ES3	AA3	AA-
C343	23,777.22	29,899.43	2,304.68	5531.24	2,243.23	5,531.24	16,593.72			0.00	0.00	0.00	36962GUL6	Aaa	AAA
C345	69,229.51	77,459.25	257.62		15,629.25	15,457.50	46,372.50			0.00	0.00	0.00	866930AH3	Aaa	AAA
C346	0.01	95,312.50	3,388.89	19062.50	0.00	19,062.50	57,187.50	0.69 FULL CALL 09-09-02		0.00	0.00	0.00	3134A3K54	NR	NR
C349	80,484.20	93,545.14	5,739.58	18125.00	2,920.14	18,125.00	54,375.00	(500,000PRDS-(500,000PRIN-1,000DISC-0.31AMRT)		0.00	0.00	0.00	173034GUL7	Aa2	A+
C350	45,689.40	42,395.83	620.65		8,020.83	8,593.75	25,781.25			0.00	0.00	0.00	263534BL7	Aa3	AA-
C351	44,277.80	46,067.71	2,164.93	9062.50	755.21	9,062.50	27,187.50			0.00	0.00	0.00	149123BG5	A2	A+
C352	37,192.45	42,281.25	1,546.87		8,531.25	8,437.50	25,312.50			0.00	0.00	0.00	866930AH3	Aaa	AAA
C353	47,873.35	46,475.35	5,185.06	8562.50	3,662.85	8,562.50	25,687.50			0.00	0.00	0.00	669383DK4	Aa2	A+

SCHEDULE IB
BONDS-TAXABLE
09-30-02

ACCT#	TRADE DATE	DATED DATE	DUE DATE	DESCRIPTION	INTEREST		MATURITY		CALLABLE		DATE ACQUIRED	FROM WHOM ACQUIRED	MARKET VALUE* 09-30-02	TOTAL PAR VALUE	COST TO COMPANY (EXCLUDING ACC INTEREST AND DIVIDENDS)	BOOK VALUE 09-30-02
					RATE OF	HOW PAID	YEAR	MONTH	YEAR	MONTH						
C354	05-05-00	12-07-99	12-07-2009	SECTION A - BONDS												272,909.02
C355	05-12-00	05-01-00	05-15-2010	BEAR STEARNS COS INC	7.825%	JUN & DEC 07	2009	DECEMBER			05-10-00	PAINE WEBBER	326,648.01	280,000.00	270,545.52	
C356	05-15-00	02-14-00	02-15-2010	DEERE & CO NOTE	7.850%	MAY & NOV 15	2010	MAY			05-17-00	MORGAN STANLEY	606,650.00	500,000.00	496,875.00	497,624.07
C357	05-23-00	02-16-00	02-15-2010	BANK OF AMERICA SUB NOTES	7.800%	FEB & AUG 15	2010	FEBRUARY			05-18-00	MORGAN STANLEY	302,187.50	250,000.00	247,500.00	248,114.51
C358	05-23-00	02-16-00	02-15-2010	BELL SOUTH CAP FDG CORP.	7.750%	FEB & AUG 10	2010	FEBRUARY			05-26-00	PAINE WEBBER	580,245.00	500,000.00	492,854.00	494,610.24
C358	06-08-00	04-25-97	04-25-2009	DEUTSCHE BANK FINANCIAL	7.500%	APR & OCT 25	2009	APRIL			06-13-00	MORGAN STANLEY	292,031.25	250,000.00	247,500.00	248,154.08
C359	06-08-00	10-07-97	10-01-2007	SUNAMERICA INC NOTE	6.750%	APR & OCT 1	2007	OCTOBER			06-13-00	MORGAN STANLEY	284,227.14	250,000.00	241,562.50	244,216.90
C360	06-08-00	02-26-97	03-01-2007	MORGAN STANLEY GP NOTES	6.875%	MAR & SEP 1	2007	MARCH			06-13-00	MORGAN STANLEY	278,229.72	250,000.00	241,562.50	244,443.70
C362	06-15-00	11-01-99	11-01-2009	LEHMAN BROS HOLDINGS INC	7.875%	MAY & NOV 01	2009	NOVEMBER			06-20-00	PAINE WEBBER	293,950.00	250,000.00	248,318.25	248,731.25
C363	06-15-00		03-15-2007	HONEYWELL NOTES	7.000%	MAR & SEP 15	2007	MARCH			06-20-00	MORGAN STANLEY	283,227.50	250,000.00	250,000.00	250,000.00
C364	06-15-00	07-17-97	07-15-2009	NORWEST FINANCIAL SR NOTE	6.850%	JAN & JUL 15	2009	JULY			06-20-00	MORGAN STANLEY	289,562.50	250,000.00	241,650.00	243,775.48
C366	06-16-00	09-29-99	10-01-2009	GOLDMAN SACHS GROUP INC	7.350%	APR & OCT 1	2009	OCTOBER			06-21-00	PAINE WEBBER	285,727.50	250,000.00	246,616.25	247,454.57
C367	07-12-00	04-27-93	04-27-2008	MERRILL LYNCH CO NOTES	7.000%	APR & OCT 27	2008	APRIL			07-17-00	MORGAN STANLEY	284,045.00	250,000.00	245,625.00	246,881.58
C368	07-19-00	06-21-00	06-21-2010	WELLS FARGO BK SUB NOTES	7.550%	JUN & DEC 21	2010	JUNE			07-24-00	MORGAN STANLEY	239,980.00	200,000.00	200,750.00	200,581.25
C370	08-01-00	10-20-99	10-15-2009	DUPONT EL DE NEIMOURS CO NTI	6.875%	APR & OCT 15	2009	OCTOBER			08-04-00	MORGAN STANLEY	294,072.50	250,000.00	247,500.00	248,085.52
C371	08-02-00	11-22-99	11-15-2009	CHASE MANHATTAN CORP (SEGREGATED FOR NAT UPR)	7.000%	MAY & NOV 15	2009	NOVEMBER			08-07-00	PAINE WEBBER	277,125.00	250,000.00	244,676.25	245,912.03
C372	08-09-00	06-18-97	06-18-2007	ABN AMRO BANK SUBORDINATED (SEGREGATED FOR NAT UPR)	7.125%	JUN & DEC 18	2007	JUNE			08-14-00	MORGAN STANLEY	340,692.00	300,000.00	299,250.00	299,485.04
C373	08-16-00	02-02-99	02-05-2009	BAYERISCHE LANDESBANK NY (SEGREGATED FOR NAT UPR)	5.650%	FEB & AUG 01	2009	FEBRUARY			08-21-00	MORGAN STANLEY	135,411.25	125,000.00	115,312.50	117,757.80
C374	08-16-00	09-03-96	09-01-2006	SWISS BANK CORP SUB NTE (SEGREGATED FOR NAT UPR)	7.250%	MAR & SEP 01	2006	SEPTEMBER			08-21-00	MORGAN STANLEY	729,085.28	644,000.00	646,415.00	645,566.36
C376	08-25-00	09-22-99	09-30-2009	COCA COLA ENTERPRISES (SEGREGATED FOR NAT UPR)	7.125%	MAR & SEP 30	2009	MARCH			08-30-00	MORGAN STANLEY	297,067.50	250,000.00	250,625.00	250,477.32
C377	09-01-00	05-11-98	05-15-2008	FNMA (SEGREGATED FOR NAT UPR)	6.000%	MAY & NOV 15	2008	MAY			09-05-00	PAINE WEBBER	451,500.00	400,000.00	385,933.60	389,714.85
C378	05-15-01	04-04-01	04-04-2011	FED NATL MTG ASSN	6.000%	APR & OCT 4	2011	APRIL	2002	APRIL	05-16-01	MORGAN STANLEY	FULL CALL 08-05-02	0.00	0.00	0.00
C379	05-22-01	02-21-01	02-22-2011	GENERAL ELEC CAP CORP (SEGREGATED FOR NAT UPR)	6.125%	FULL CALL 08-05-02 FEB & AUG 22	2011	FEBRUARY			05-25-01	MORGAN STANLEY	271,450.00	250,000.00	251,285.00	251,099.87
C380	06-12-01	04-17-01	04-15-2011	MCDONALD CORP NOTES (SEGREGATED FOR NAT UPR)	6.000%	OCT & APR 15	2011	APRIL			06-14-01	MORGAN STANLEY	556,020.00	500,000.00	496,625.00	497,078.76
C381	06-29-01	05-30-01	05-30-2011	FNMA (SEGREGATED FOR NAT UPR)	6.250%	MAY & NOV 30	2011	MAY	2002	MAY	07-02-01	MORGAN STANLEY	FULL CALL 06-28-02	0.00	0.00	0.00
C382	06-29-01	06-15-01	06-15-2011	FHLMC (SEGREGATED FOR NAT UPR)	6.000%	FULL CALL 06-28-02 JUN & DEC 15	2011	JUNE			07-02-01	MORGAN STANLEY	565,312.50	500,000.00	501,875.00	501,640.55
C383	06-28-01	03-26-01	03-15-2011	COCA COLA CO NOTES (SEGREGATED FOR NAT UPR)	5.750%	MAR & SEP 15	2011	MARCH	YES -30 ANY DATE BET 03-26-01 -03-15-11		07-03-01	MORGAN STANLEY	275,265.00	250,000.00	247,500.00	247,820.55
C384	07-05-01	05-25-01	05-15-2011	FNMA (SEGREGATED FOR NAT UPR)	6.000%	MAY & NOV 15	2011	MAY	1ST COUPON IS 11/15/01		07-06-01	PAINE WEBBER	562,190.00	500,000.00	499,305.00	499,392.60
C385	07-09-01	03-19-01	03-15-2011	SBC COMMUNICATION NOTES (SEGREGATED FOR NAT UPR)	6.250%	MAR & SEP 15	2011	MARCH			07-12-01	MORGAN STANLEY	269,405.00	250,000.00	251,875.00	251,634.55
C386	07-09-01	12-14-98	12-15-2008	TOYOTA MOTOR CR NOTES (SEGREGATED FOR NAT UPR)	5.500%	JUN & DEC 15	2008	DECEMBER			07-12-01	MORGAN STANLEY	237,303.69	216,000.00	208,440.00	209,700.00
C387	07-16-01	03-15-01	03-15-2011	FHLMC (SEGREGATED FOR NAT UPR)	5.625%	MAR & SEP 15	2011	MARCH	1ST COUPON IS 09/15/01		07-17-01	PAINE WEBBER	275,937.50	250,000.00	246,815.00	247,223.30
C388	07-19-01	12-14-98	12-15-2008	TOYOTA MOTOR CR NOTES (SEGREGATED FOR NAT UPR)	5.500%	JUN & DEC 15	2008	DECEMBER			07-24-01	MORGAN STANLEY	227,416.56	207,000.00	202,255.56	203,046.36
C389	07-19-01	07-26-01	07-15-2011	UNITED PARCEL SERVICE (SEGREGATED FOR NAT UPR)	6.000%	JAN & JULY 15	2011	JULY	YES 07-15-2003		07-26-01	PAINE WEBBER	513,050.00	500,000.00	500,000.00	500,000.00
C390	07-16-01	07-27-01	07-26-2011	FNMA MTN - CALLABLE	6.250%	JAN & JULY 26 (FULL CALL 07-26-02)	2011	JULY			07-27-01	PAINE WEBBER	FULL CALL 07-26-02	0.00	0.00	0.00
C391	07-19-01	07-27-01	07-26-2011	FNMA MED TRM NOTE	6.250%	JAN & JUL 26 (FULL CALL 07-26-02)	2011	JULY	07-26-2002		07-27-01	MORGAN STANLEY	FULL CALL 07-26-02	0.00	0.00	0.00

ACCT#	UNREALIZED GAIN OR LOSS (MARKET VALUE VS BOOK VALUE)	INTEREST OR DIVIDENDS EARNED	ACCRUED INTEREST AT PURCHASE	CURRENT QUARTER INTEREST RECEIVED	ACCRUAL 09-30-02	PRIOR QUARTERS INTEREST RECEIVED	PRIOR YEARS INTEREST RECEIVED	GAIN/LOSS ON SALE, MATURITY, OR CALL	DESCRIPTION	CURRENT QUARTER PRINCIPAL PAYMENTS	PRIOR QUARTERS PRINCIPAL PAYMENTS	PRIOR YEAR PRINCIPAL PAYMENTS	CUCIP #	MOODY RATING	'S&P RATING
C354	53,738.99	60,195.14	9,073.75		6,820.14	10,675.00	42,700.00			0.00	0.00	0.00	073902BR8	A2	A
C355	109,025.93	95,072.21	1,744.44		15,045.83	19,625.00	60,401.38			0.00	0.00	0.00	244199AY1	A3	A-
C356	54,072.99	51,295.84	5,091.66	9750.00	2,491.67	9,750.00	29,304.17			0.00	0.00	0.00	060505AD6	Aa3	A
C357	85,634.76	102,256.94	10,763.89	19375.00	5,489.58	19,375.00	58,017.36			0.00	0.00	0.00	079857AG3	AA3	A+
C358	43,877.17	45,729.17	2,499.99		8,229.17	9,375.00	28,125.00			0.00	0.00	0.00	251529AF0	A1	A+
C359	40,010.24	42,281.25	3,375.00		8,531.25	8,437.50	25,312.50			0.00	0.00	0.00	866930AH3	Aaa	AAA
C360	33,786.02	44,353.30	4,869.79	8593.75	1,384.55	8,593.75	25,781.25			0.00	0.00	0.00	617448AZ2	Aa3	AA-
C362	45,218.75	47,687.50	2,679.69		8,312.50	9,843.75	29,531.25			0.00	0.00	0.00	524908CF5	A2	A
C363	33,227.50	44,479.17	4,618.05	8750.00	729.17	8,750.00	26,250.00			0.00	0.00	0.00	438506AR8	A2	A
C364	45,787.02	46,475.35	7,373.26	8562.50	3,662.85	8,562.50	25,687.50			0.00	0.00	0.00	669383DK4	Aa2	A+
C366	38,272.93	46,039.58	4,083.33		9,289.58	9,187.50	27,562.50			0.00	0.00	0.00	38141GAD6	AA3	A+
C367	37,163.42	42,583.33	3,888.88		7,583.33	8,750.00	26,250.00			0.00	0.00	0.00	590188ES3	Aa3	AA-
C368	39,398.75	34,436.39	1,384.16		4,236.39	7,550.00	22,650.00			0.00	0.00	0.00	949748AE7	Aa2	A+
C370	45,986.98	42,395.83	5,203.99		8,020.83	8,593.75	25,781.25			0.00	0.00	0.00	263534BJ7	Aa3	AA-
C371	31,212.97	41,708.33	3,986.11		6,708.33	8,750.00	26,250.00			0.00	0.00	0.00	16161ABX5	A1	A
C372	41,206.96	48,925.00	3,324.99		6,175.00	10,687.50	32,062.50			0.00	0.00	0.00	00077QAG5	A1	A+
C373	17,653.45	15,302.08	392.36	3531.25	1,177.08	3,531.25	7,062.50			0.00	0.00	0.00	07274RCA0	Aaa	AAA
C374	83,518.92	120,486.14	22,048.05	23345.00	3,761.14	23,345.00	70,035.00			0.00	0.00	0.00	870845AB0	Aa3	AA
C376	46,590.18	44,729.17	7,421.87		9,104.17	8,906.25	26,718.75			0.00	0.00	0.00	191219BG8	A2	A
C377	61,785.15	57,200.00	7,333.33		9,200.00	12,000.00	36,000.00			0.00	0.00	0.00	31359MDU4	AAA	AAA
C378	0.00	40,083.33	3,500.00	10083.33	0.00	15,000.00	15,000.00	2,166.72	FULL CALL 8-5-02	0.00	0.00	0.00	3136F0BD3	Aaa	AAA
C379	20,350.13	24,670.14	3,998.26	7656.25	1,658.85	7,656.25	7,698.79	500,000PRCDS(500,000PRIN-2,500DISC-333.28AMORT)		0.00	0.00	0.00	36962GWB6	Aaa	AAA
C380	58,941.24	43,833.33	4,749.99		14,000.00	15,000.00	14,833.33			0.00	0.00	0.00	58013MDM3	Aa3	A+
C381	0.00	33,680.56	2,777.78	2430.56	0.00	15,625.00	15,625.00	556.75	FULL CALL 6-28-02	0.00	0.00	0.00	3136F0MJ8	Aaa	AAA
C382	63,671.95	38,916.67	1,416.67		8,916.67	15,000.00	15,000.00	500,000PRCDS(500,000PRIN-625DISC+68.25AMORT)		0.00	0.00	0.00	3134A4FM1	Aaa	AAA
C383	27,444.45	21,722.23	3,873.26	7187.50	598.96	7,187.50	6,748.27			0.00	0.00	0.00	191216AH3	Aa3	A+
C384	62,797.40	40,666.65	3,416.67		11,500.00	15,000.00	14,166.65			0.00	0.00	0.00	31359MJH7	AAA	NR
C385	17,770.45	23,914.93	4,904.51	7812.50	651.04	7,812.50	7,638.89			0.00	0.00	0.00	78387GAD5	Aa3	AA-
C386	27,603.69	15,752.56	891.00		3,531.00	6,110.78	6,110.78			0.00	0.00	0.00	892332AH0	Aa1	AAA
C387	28,714.20	21,679.69	4,765.63	7031.25	585.94	7,031.25	7,031.25			0.00	0.00	0.00	3134A4DY7	AAA	AAA
C388	24,370.20	15,152.77	1,233.37		3,383.88	5,884.45	5,884.44			0.00	0.00	0.00	892332AH0	Aa1	AAA
C389	13,050.00	35,500.00	0.00	15000.00	6,416.67	14,063.33	0.00			0.00	0.00	0.00	91131UCC6	AAA	AAA
C390	0.00	15,581.60	0.00	7812.50	0.00	7,769.10	0.00	0.00	FULL CALL 07-26-02	0.00	0.00	0.00	3136F0TX0	AAA	AAA
C391	0.00	18,697.92	0.00	9375.00	0.00	9,322.92	0.00	250,000PRDS-(250,000PRIN) 0.00	FULL CALL 07-26-02	0.00	0.00	0.00	3136F0TX0	Aaa	AAA

ACCT#	UNREALIZED GAIN OR LOSS (MARKET VALUE VS BOOK VALUE)	INTEREST OR DIVIDENDS EARNED	ACCRUED INTEREST AT PURCHASE	CURRENT QUARTER INTEREST RECEIVED	ACCRUAL 09-30-02	PRIOR QUARTERS INTEREST RECEIVED	PRIOR YEARS INTEREST RECEIVED	GAIN/LOSS ON SALE, MATURITY, OR CALL	DESCRIPTION	CURRENT QUARTER PRINCIPAL PAYMENTS	PRIOR QUARTERS PRINCIPAL PAYMENTS	PRIOR YEAR PRINCIPAL PAYMENTS	CUCIP #	WOODY RATING	*S&P RATING
C392	29,285.00	21,633.33	4,384.02		6,983.33	7,375.00	7,375.00	300,000PRDS-(300,000PRIN)		0.00	0.00	0.00	048825BJ1	Aa1	AA+
C393	33,586.44	26,066.67	6,372.92	8625.00	718.75	8,625.00	8,097.92			0.00	0.00	0.00	191216AH3	AA3	A+
C394	35,603.68	30,808.75	5,696.25		8,758.75	11,025.00	11,025.00			0.00	0.00	0.00	001380AA5	AAA	AAA
C395	21,191.65	23,907.92	7,302.95	7343.68	1,876.74	7,343.75	7,343.75			0.00	0.00	0.00	066050CV5	Aa2	A+
C396	0.00	29,916.67	0.00	5000.00	0.00	15,000.00	9,916.67	0.00 FULL CALL 08-16-02		0.00	0.00	0.00	3136F0WX6	Aaa	AAA
C397	0.00	24,000.00	0.00	12533.33	0.00	11,466.67	0.00	500,000PRDS-500,000PRIN		0.00	0.00	0.00	3133F0EP0	AAA	NR
C398	0.00	14,958.34	0.00	7541.67	0.00	7,416.67	0.00	0.00 FULL CALL 08-23-02		0.00	0.00	0.00	3136F0A69	Aaa	AAA
C399	23,537.50	15,958.33	0.00	3750.00	625.00	7,500.00	4,083.33	0.00 FULL CALL 09-06-02		0.00	0.00	0.00	06050XCA9	Aa3	A
C400	32,247.78	29,677.08	9,367.63	9625.00	802.08	9,625.00	9,625.00			0.00	0.00	0.00	291011AF1	A2	A
C401	24,713.33	18,147.64	3,031.52	7475.00	3,197.64	7,475.00	0.00			0.00	0.00	0.00	05361HCU6	A2	A
C402	(1,539.00)	16,454.30	0.00		7,700.00	8,754.30	0.00			0.00	0.00	0.00	3133F0GA1	Aaa	NR
C403	32,358.81	23,319.74	766.66		11,627.78	11,691.96	0.00			0.00	0.00	0.00	110122AG3	Aa2	AA
C404	20,136.96	14,574.36	559.02		7,267.36	7,307.00	0.00			0.00	0.00	0.00	110122AG3	Aa2	AA
C405	12,187.50	10,583.33	3,958.33	7500.00	3,083.33		0.00			0.00	0.00	0.00	31359MMB6	AAA	AAA
C406	9,687.50	9,366.67	4,066.67		3,366.67	6,000.00	0.00			0.00	0.00	0.00	31359MLY7	Aaa	AAA
C407	16,392.58	9,220.49	3,019.09	7343.75	1,876.74		0.00			0.00	0.00	0.00	36962GXS8	Aaa	AAA
C408	6,752.00	12,590.28	816.67		12,590.28		0.00			0.00	0.00	0.00	31359MMMB	AAA	NR
C409	1,328.13	12,333.34	0.00		1,250.00	3,583.34	0.00			0.00	0.00	0.00	3133F0PU7	Aaa	AAA
C410	5,010.00	5,583.33	0.00		625.00	1,208.33	0.00			0.00	0.00	0.00	3133F0QU1	Aaa	AAA
C411	18,515.00	5,958.33	250.00		5,958.33		0.00			0.00	0.00	0.00	3133MNXB	AAA	AAA
C412	4,832.10	6,125.00	297.74		6,125.00		0.00			0.00	0.00	0.00	3136F1E89	AAA	AAA
C413	3,359.38	5,194.44	0.00		5,194.44		0.00			0.00	0.00	0.00	3136F1K66	Aaa	AAA
C414	4,230.75	6,840.42			6,840.42		0.00			0.00	0.00	0.00	3136F1H37	AAA	AAA
C415	1,590.40	5,786.65	93.33		5,786.65		0.00			0.00	0.00	0.00	312925MH0	AAA	AAA
C416	14,809.57	9,220.49	5,956.59		1,876.74								36962GXS8	Aaa	AAA
C417	7,406.62	6,562.50	2,916.67		6,562.50								31359MLP6	AAA	AAA
C418	23,245.00	5,069.44	0.00		5,069.44								3136F15Q9	Aaa	AAA
C419	(4,147.50)	3,159.43	0.00	2430.55	728.88								3133F0TK5	Aaa	AAA
C420	2,735.00	2,406.25	0.00		2,406.25								3136F16S4	AAA	AAA
C421	(1,953.12)	2,013.89	0.00		1,006.94								3136F2AM0	Aaa	AAA
C422	(1,875.00)	2,253.47	0.00	1006.95	2,253.47								3136F2AP3	Aaa	AAA
C423	(234.37)	1,805.56	0.00		1,805.56								3136F2BT4	Aaa	AAA
C424	(6,562.50)	1,625.00	0.00		1,625.00								3133F0UQ0	Aaa	AAA

SCHEDULE IB
BONDS-TAXABLE
09-30-02

ACCT.1510

ACCT#	TRADE DATE	DATED DATE	DUE DATE	DESCRIPTION	INTEREST		MATURITY		CALLABLE		DATE ACQUIRED	FROM WHOM ACQUIRED	MARKET VALUE* 09-30-02	TOTAL PAR VALUE	COST TO COMPANY (EXCLUDING ACC INTEREST AND DIVIDENDS)	BOOK VALUE 09-30-02
					RATE OF	HOW PAID	YEAR	MONTH	YEAR	MONTH						
				SECTION A - BONDS												
C425	08-14-02	08-22-02	08-15-2014	UNITED PARCEL SERVICE	5.000%	MONTHLY 15	2014	AUGUST	YES	08-15-2003 Q100	08-22-02	MORGAN STANLEY	300,510.00	300,000.00	300,000.00	300,000.00
C426	08-16-02	09-12-02	09-12-2012	FHLB-CALLABLE	5.060%	MAR & SEP 12	2012	SEPTEMBER	YES	09-12-2003 Q100	09-12-02	PAINE WEBBER	272,679.00	275,000.00	275,000.00	275,000.00
C427	09-03-02	09-13-02	09-12-2013	FNMA	5.000%	MAR & SEP 12	2013	SEPTEMBER	YES	09-12-2003 Q100	09-13-02	MORGAN STANLEY	294,375.00	300,000.00	300,000.00	300,000.00
C428	09-12-02	09-18-02	09-18-2012	GILLETTE COMPANY	4.900%	MAR JUN SEP DEC 15	2012	SEPTEMBER	YES	09-15-2003 Q100	09-18-02	MORGAN STANLEY	299,508.00	300,000.00	300,000.00	300,000.00
C429	09-10-02	09-20-02	03-19-2014	FNMA	5.000%	MAR & SEP 19	2014	MARCH	YES	09-19-2003 Q100	09-20-02	MORGAN STANLEY	293,062.50	300,000.00	300,000.00	300,000.00
C430	09-12-02	09-24-02	09-24-2012	FNMA CALLABLE	5.000%	MONTHLY 24	2012	SEPTEMBER	YES	09-24-2003 Q100	09-24-02	PAINE WEBBER	296,532.00	300,000.00	300,000.00	300,000.00
													52,641,478.69	48,793,000.00	48,564,157.03	48,615,355.90

ACCT#	UNREALIZED GAIN OR LOSS (MARKET VALUE VS BOOK VALUE)	INTEREST OR DIVIDENDS EARNED	ACCRUED INTEREST AT PURCHASE	CURRENT QUARTER INTEREST RECEIVED	ACCRUAL 09-30-02	PRIOR QUARTERS INTEREST RECEIVED	PRIOR YEARS INTEREST RECEIVED	GAIN/LOSS ON SALE, MATURITY, OR CALL	DESCRIPTION	CURRENT QUARTER PRINCIPAL PAYMENTS	PRIOR QUARTERS PRINCIPAL PAYMENTS	PRIOR YEAR PRINCIPAL PAYMENTS	CUSIP #	MOODY RATING	*S&P RATING
C425	510.00	1,583.33	0.00	958.33	625.00								91131UEE0	Aaa	AAA
C426	(2,321.00)	695.75	0.00		695.75								31333MR4A7	AAA	AAA
C427	(5,625.00)	708.33	0.00		708.33								3138F2JD1	Aaa	AAA
C428	(492.00)	480.00	0.00		480.00								37576GAA8	Aa3	AA-
C429	(6,937.50)	416.67	0.00		416.67								3138F2KC1	Aaa	AAA
C430	(3,468.00)	250.00	0.00		250.00								3138F2JA7	AAA	AAA
	4,026,122.79	15,594,509.16	608,075.02	784,740.34	822,337.35	1,724,937.40	12,252,494.07	21,507.14	0.00	0.00	0.00	0.00			

CURRENT YEAR ACCRUAL
LESS PRIOR YEAR ACCRUAL

DELTA ACCRUAL

DELTA ACCRUAL YTD
INTEREST RECEIVED CURRENT QUARTER
PRIOR QUARTERS INT RCYD
LESS CURRENT YEAR INT RCYD AT PURCHASE
CURRENT YEAR AMORT PREM/DISC (I&E)
LOSS/GAIN ON SALE, MATURITY, OR CALL

CURRENT YEAR INTEREST EARNED

(102,451.04)
784,740.34
1,724,937.40
(21,375.09)
(1,168.55)
21,507.14

2,406,190.20

INTEREST EARNED
LESS PRIOR YEARS INTEREST EARNED
LESS INTEREST AT PURCHASE
PLUS AMORTIZATION PREM/DISC (B/S SCHED)
PLUS REVERSED AMORT PREM/DISC ON SALE, MAT, CALL
LOSS/GAIN ON SALE, MATURITY, OR CALL

2,406,190.20

27,864,395.31
(24,416,229.58)
(1,149,277.75)
51,198.87
34,596.21
21,507.14

ACCT. 1516

SCHEDULE IB
BONDS-CMO
09-30-02

ACCT#	TRADE DATE	DATED DATE	DUE DATE	DESCRIPTION	INTEREST		MATURITY		CALLABLE		DATE ACQUIRED	FROM WHOM ACQUIRED	MARKET VALUE 09-30-02	TOTAL PAR VALUE	COST TO COMPANY (EXCLUDING ACC INTEREST AND DIVIDENDS)	BOOK VALUE 09-30-02
					RATE OF	HOW PAID	YEAR	MONTH	YEAR	MONTH						
M159	03-28-94	03-01-94	03-25-2024	RFC 1994 S-9 A5	6.50%	MONTHLY 25	2024	MARCH			03-31-94	MORGAN STANLEY	191,469.18	187,750.17	186,500.17	186,856.55
M197	03-04-96	03-29-96	02-15-2024	FHR 1824 DA	7.00%	MONTHLY 15	2026	MARCH			03-29-96	PAINE WEBBER	203,686.00	200,000.00	199,000.00	199,218.83
M202	04-12-96	04-18-96	04-15-2021	GNMA PL 0416199X	7.50%	MONTHLY 15	2026	APRIL			04-18-96	PAINE WEBBER	58,440.10	54,847.05	54,847.05	54,847.05
M248	12-31-97	11-01-93	04-25-2021	FNR 93 210 E	6.50%	MONTHLY 25 (RED 08-01-02)	2022	APRIL			12-31-97	PAINE WEBBER	REDEEMED 08-01-02	0.00	0.00	0.00
M253	01-29-98	08-01-93	08-15-2021	FHR 1560 G	5.75%	MONTHLY 15	2023	AUGUST			01-30-98	PAINE WEBBER	19,871.61	19,882.74	9,632.74	11,529.70
M255	02-17-98	03-01-96	03-15-2011	FHR 1832 I	6.50%	MONTHLY 15 (RED 09-16-02)	2011	MARCH			02-18-98	PAINE WEBBER	REDEEMED 09-16-02	0.00	0.00	0.00
M263	03-25-98	03-01-98	03-25-2021	MORGAN STANLEY 1998 1 A	6.75%	MONTHLY 25	2028	FEBRUARY			03-30-98	MORGAN STANLEY	14,401.90	14,401.90	14,401.90	14,401.90
M264	04-02-98	01-01-94	01-15-2024	FED HOME LO 1665	6.50%	MONTHLY 15 (RED 07-15-02)	2024	JANUARY			04-15-98	MORGAN STANLEY	REDEEMED 7-15-02	0.00	0.00	0.00
M266	04-23-98	10-01-97	10-25-2021	RESIDENTIAL FUN1997-S15	6.94%	MONTHLY 25 (RED 03-25-02)	2027	OCTOBER			04-30-98	MORGAN STANLEY	REDEEMED 3-25-02	0.00	0.00	0.00
M267	04-28-98	03-01-94	03-25-2024	FNMA 1994 36 O	6.50%	MONTHLY 25 (RED 02-25-02)	2024	MARCH			04-30-98	MORGAN STANLEY	REDEEMED 2-25-02	0.00	0.00	0.00
M268	04-29-98	04-01-98	08-25-2021	FIRST UNION 987-A A2	7.00%	MONTHLY 25	2028	AUGUST			04-30-98	MORGAN STANLEY	171,501.44	171,451.99	171,451.99	171,451.99
M269	04-30-98	03-01-98	03-25-2021	MORGAN STANLEY 1998 1 A	6.75%	MONTHLY 25	2028	FEBRUARY			04-30-98	MORGAN STANLEY	14,401.93	14,401.93	14,401.93	14,401.93
M270	05-07-98	11-01-93	07-15-2021	FEDERAL HOME LO 1608	6.10%	MONTHLY 15 (RED 09-15-02)	2023	JULY			05-15-98	MORGAN STANLEY	REDEEMED 09-15-02	0.00	0.00	0.00
M273	06-16-98	11-01-93	10-15-2021	FED HOME LO 1617 H	6.50%	MONTHLY 15	2023	OCTOBER			06-15-98	MORGAN STANLEY	47,099.98	46,926.78	46,926.78	46,926.78
M274	06-16-98	03-01-94	05-25-2021	FNMA REMI 1994-43G	6.50%	MONTHLY 25	2022	MAY			06-22-98	MORGAN STANLEY	REDEEMED 06-25-02	0.00	0.00	0.00
M275	06-24-98	02-01-94	10-15-2021	FHR 1675 P	6.50%	MONTHLY 15	2023	OCTOBER			06-26-98	PAINE WEBBER	REDEEMED 08-15-02	0.00	0.00	0.00
M276	06-18-98	03-01-94	05-25-2021	FNMA REMI 1994-43G	6.50%	MONTHLY 25	2022	MAY			06-30-98	MORGAN STANLEY	REDEEMED 06-25-02	0.00	0.00	0.00
M277	06-04-98	06-01-98	10-15-2021	FHLMC 2067 GD	6.50%	MONTHLY 15	2028	JUNE			06-30-98	MORGAN STANLEY	REDEEMED 07-15-02	0.00	0.00	0.00
M278	06-26-98	06-01-98	02-15-2021	FHR 2062 CD	6.50%	MONTHLY 15	2028	FEBRUARY			06-30-98	MORGAN STANLEY	REDEEMED 09-25-02	0.00	0.00	0.00
M279	07-10-98	06-01-98	09-15-2021	FHLMC 2067 GH	6.50%	MONTHLY 15	2027	SEPTEMBER			07-15-98	MORGAN STANLEY	REDEEMED 06-17-02	0.00	0.00	0.00
M280	07-21-98	07-14-98	04-15-2024	FHR 2061 C	6.40%	MONTHLY 15	2024	APRIL			07-22-98	PAINE WEBBER	715,869.00	700,000.00	698,250.00	698,538.15
M282	07-29-98	02-01-98	05-15-2021	FHR 2030U	6.25%	MONTHLY 15	2027	MAY			07-30-98	PAINE WEBBER	523,825.00	500,000.00	488,750.00	490,403.42
M284	08-18-98	09-01-98	09-20-2021	GNMA PL GNR 9822B	6.50%	MONTHLY 20 (RED 04-22-02)	2028	SEPTEMBER			09-30-98	PAINE WEBBER	REDEEMED 4-22-02	0.00	0.00	0.00
M285	10-05-98	07-01-98	01-25-2024	FNR 98-47 B	6.50%	MONTHLY 25	2024	JANUARY			10-08-98	PAINE WEBBER	266,330.55	263,756.29	266,256.29	265,861.73
M286	10-13-98	09-01-98	03-25-2024	FNR 98-57 M	6.50%	MONTHLY 25	2024	MARCH			10-30-98	PAINE WEBBER	160,411.63	160,520.78	160,520.78	160,520.78
M287	10-23-98	10-01-98	12-25-2021	COUNTRYWIDE HL 98 19 A8	6.50%	MONTHLY 25	2028	DECEMBER			10-30-98	MORGAN STANLEY	254,087.03	250,000.00	250,000.00	250,000.00
M288	10-27-98	10-01-98	10-25-2021	GECMS 98 17 A 12	6.75%	MONTHLY 25	2028	OCTOBER			10-30-98	MORGAN STANLEY	254,202.50	250,000.00	250,000.00	250,000.00

ACCT#	UNREALIZED GAIN OR LOSS (MARKET VALUE VS BOOK VALUE)	INTEREST OR DIVIDENDS EARNED	ACCRUED INTEREST AT PURCHASE	CURRENT QUARTER INTEREST RECEIVED	ACCRLAL 09-30-02	PRIOR QUARTERS INTEREST RECEIVED	PRIOR YEARS INTEREST RECEIVED	GAIN/LOSS ON SALE, MATURITY, OR CALL	DESCRIPTION	CURRENT QUARTER PRINCIPAL PAYMENTS	PRIOR QUARTERS PRINCIPAL PAYMENTS	PRIOR YEAR PRINCIPAL PAYMENTS	CUCIP #	* MOODY RATING	* S&P RATING
M159	4,612.63	137,900.99	1,354.17	3,529.52	1,016.98	7,935.84	125,418.65			43,088.21	19,181.62	0.00	7609444A3	Aaa	AAA
M197	4,467.17	92,166.93	1,088.89	3,500.01	1,166.67	7,000.02	80,500.23					0.00	3133765V9	NR	NR
M202	3,593.05	71,282.29	887.71	1,031.63	342.79	2,169.18	67,738.69			256.59	5,409.12	184,487.24	36206NKL8	NR	NR
M248	0.00	100,472.59	1,955.93	392.26	0.00	6,195.48	93,884.85	8,725.55 REDEEMED 08-01-02		30,432.02	283,513.30	26,156.96	31359E6D8	NR	NR
M253	8,341.91	54,065.45	949.55	2,304.41	95.27	5,498.15	46,167.62	20,992.49PRCDS-(20,992.49PRIN-10,832.84DISC+2,107.29AMRT)		145,800.01	39,317.25	0.00	313370UUJ1	NR	NR
M255	0.00	202,176.04	3,069.44	997.68	0.00	5,843.23	195,335.13	0.00 REDEEMED 09-18-02		33,769.30	212,281.00	712,270.90	3133765V9	NR	NR
M263	0.00	68,711.61	1,359.37	383.50	164.72	4,882.14	63,281.25	41,678.80PRDS-41,678.8PRIN		78,737.82	156,860.28	0.00	61745MFV0	NR	AAA
M264	0.00	55,429.98	753.94	60.68	0.00	1,954.87	53,414.43	930.75 REDEEMED 07-15-02			104,003.17	183,057.25	313373WF1	NR	NR
M266	0.00	130,225.39	2,795.28		0.00	3,329.02	126,896.37	11,202.59PRCDS-(11,202.52PRIN-1,118.49DISC+187.72AMRT)			343,070.61	119,985.98	760972FJ3	Aaa	AAA
M267	0.00	119,487.53	3,685.28		0.00	76.19	119,411.34	36,943.40PRCDS-(36,943.41PRIN)			5,099.30	690,417.52	31359HGXB	Aaa	AAA
M268	49.45	225,169.32	4,229.17	6,771.68	1,000.14	24,897.50	192,500.00	4,483.18PRCDS-(4483.18PRIN-7875.00DISC+1211.52AMRT)		315,525.14	263,022.87	0.00	337403AS8	NR	AAA
M269	(0.00)	67,305.34	1,359.37	383.49	164.72	4,882.12	61,875.01			78,737.82	156,860.25	0.00	61745MFV0	NR	AAA
M270	0.00	66,605.27	690.61	559.48	0.00	3,648.88	62,396.91	7,806.30 REDEEMED 09-15-01		26,034.43	153,935.56	87,431.15	313371X31	Ba3	
M273	173.20	124,944.81	1,390.28	1,288.22	254.19	5,323.93	118,078.47	23,722.28PRCDS-(23,722.30PRIN-9,461.51DISC+1,655.19AMRT)		49,289.96	119,926.09	333,857.17	313372AN0	NR	NR
M274	0.00	57,029.50	1,187.82		0.00	2,175.37	54,854.13	(3,132.72) REDEEMED 6-25-02			125,975.99	173,495.23	31359HCA0	Aaa	AAA
M275	0.00	50,130.46	1,155.15	156.66	0.00	2,175.34	47,794.46	10666.06PRCDS-(13798.78PRIN)			109,437.67	128,023.54	3133732E7	NR	NR
M276	0.00	46,549.27	1,312.25		0.00	1,779.84	44,769.43	10,471.95PRCDS-(10,471.95PRIN-1,279.56DISC+214.20AMORT)		7,978.08	103,071.27	141,950.67	31359HCA0	Aaa	AAA
M277	0.00	65,247.63	1,309.03	247.47	0.00	8,125.02	56,875.14	3,132.71 REDEEMED 6-25-02				0.00	31337EG40	NR	NR
M278	0.00	67,366.97	1,309.03	2,366.81	0.00	8,125.02	56,875.14	0.00 REDEEMED 7-15-02			204,313.80	0.00	31337EG40	NR	NR
M279	0.00	120,265.15	1,263.89		0.00	9,223.33	111,041.82	45,686.20PRCDS-(45,686.20PRIN)		133,949.60	37,236.15	0.00	31337E7P3	NR	NR
M280	17,330.85	190,399.84	2,613.33	11,199.99	3,733.33	22,399.98	153,066.54	0.00 REDEEMED 09-25-01			488,041.55	0.00	31337EG81	Aaa	AAA
M282	33,421.58	132,812.67	2,517.36	7,812.51	2,604.17	15,625.02	106,770.97	78,814.25PRDS-(78,814.25PRIN)				0.00	31337EH64	NR	NR
M284	0.00	55,149.02	1,570.83		0.00	919.42	54,229.60	11958.45PRCDS-(11958.45 PRIN)				0.00	31337CZA9	NR	NR
M285	468.82	100,269.28	505.56	4,931.15	1,428.68	11,575.99	82,333.46	0.00 REDEEMED 04-22-02			68,858.60	220,205.18	3837H1D57	AAA	AAA
M286	(109.15)	57,560.18	14,584.38	3,122.89	869.49	7,255.30	46,312.50	10,936.22PRCDS-(10,936.22PRIN)		51,591.01	84,652.70	0.00	31359UEX9	NR	NR
M287	4,087.03	65,000.62	1,309.03	4,062.54	1,354.17	8,125.08	51,458.84			41,628.65	22,850.57	0.00	31359UK38	NR	NR
M288	4,202.50	67,498.90	1,359.37	4,217.65	1,406.25	8,437.50	53,437.50					0.00	12669AR97	NR	AAA
												0.00	36157RUY9	NR	AAA

ACCT#	TRADE DATE	DATED DATE	DUE DATE	DESCRIPTION	INTEREST		MATURITY		CALLABLE		DATE ACQUIRED	FROM WHOM ACQUIRED	MARKET VALUE 09-30-02	TOTAL PAR VALUE	COST TO COMPANY (EXCLUDING ACC INTEREST AND DIVIDENDS)	BOOK VALUE 09-30-02
					RATE OF	HOW PAID	YEAR	MONTH	YEAR	MONTH						
M289	10-29-98	10-01-98	12-25-2028	COUNTRYWIDE HL 98 19 A8	6.50%	MONTHLY 25	2028	DECEMBER			10-30-98	MORGAN STANLEY	182,939.17	180,000.00	180,000.00	180,000.00
M290	11-04-98	12-01-93	12-15-2023	FHR 1643 G	6.00%	MONTHLY 15 (RED 07-15-02)	2023	DECEMBER			11-05-98	PAINE WEBBER	REDEEMED 7-15-02	0.00	0.00	0.00
M292	12-28-98	12-01-98	12-25-2028	RES ACCREDIT 98 Q5 17	6.50%	MONTHLY 25	2028	DECEMBER			12-30-98	MORGAN STANLEY	505,705.00	500,000.00	500,000.00	500,000.00
M296	01-20-99	12-01-97	09-25-2023	FNR 97-94 J	6.50%	MONTHLY 25	2023	SEPTEMBER			01-22-99	PAINE WEBBER	119,087.46	118,572.85	118,572.85	118,572.85
M297	01-27-99	01-01-99	02-25-2028	CHASE 99 S1 C2	6.50%	MONTHLY 25 First cpn will be odd amount	2029	FEBRUARY			01-29-99	MORGAN STANLEY	71,236.40	71,236.40	71,236.40	71,236.40
M298	01-07-99	01-01-99	02-25-2028	FNR 99-2 A	6.50%	MONTHLY 25	2028	JANUARY			01-29-99	PAINE WEBBER	106,515.14	110,991.60	109,491.60	109,685.10
M299	01-11-99	01-01-99	02-25-2028	FNR 99-2 A	6.50%	MONTHLY 25	2028	JANUARY			01-29-99	PAINE WEBBER	88,762.45	83,921.50	82,671.50	82,832.60
M300	1-27-99	01-01-99	02-25-2028	PNC MORTG SEC CORP 99 1	6.50%	MONTHLY 25	2029	FEBRUARY			01-29-99	MORGAN STANLEY	309,792.00	300,000.00	298,500.00	298,686.30
M302	02-05-99	02-01-99	10-15-2028	FHR 2122 DC	6.50%	MONTHLY 15 (RED 09-16-02)	2029	FEBRUARY			02-26-99	PAINE WEBBER	REDEEMED 09-16-02	0.00	0.00	0.00
M303	02-17-99	02-01-99	05-15-2028	FHR 2122 DB	6.50%	MONTHLY 15 (RED 04-15-02)	2029	FEBRUARY			02-26-99	PAINE WEBBER	REDEEMED 4-15-02	0.00	0.00	0.00
M304	03-24-99	02-01-94	03-25-2024	CMBS 94-D A10	6.50%	MONTHLY 25	2024	MARCH			03-25-99	PAINE WEBBER	409,980.00	400,000.00	396,000.00	396,571.47
M305	03-26-99	03-01-99	02-25-2028	GECMS 99 3 A2	6.50%	MONTHLY 25	2029	MAY			03-30-99	MORGAN STANLEY	307,155.00	300,000.00	299,812.50	299,834.86
M310	04-29-99	05-01-99	07-25-2028	GECMS 99 -11 A8	6.50%	MONTHLY 25	2029	JUNE			05-28-99	MORGAN STANLEY	125,476.62	122,339.23	121,964.23	122,006.87
M311	06-14-99	07-01-98	05-18-2028	FNMA 1998 45 AB	6.50%	MONTHLY 18 (RED 08-18-02)	2028	MAY			06-18-99	MORGAN STANLEY	RED 08-18-02	0.00	0.00	0.00
M313	06-25-99	06-01-99	07-25-2028	FNMA 99 35-KA	7.00%	MONTHLY 25 (RED 04-25-02)	2029	JULY			06-30-99	MORGAN STANLEY	RED 04-25-02	0.00	0.00	0.00
M314	07-29-99	05-01-99	07-25-2028	GE CAPITAL MTG 1999-11 A8	6.50%	MONTHLY 25	2029	JULY			07-30-99	MORGAN STANLEY	206,415.91	207,654.21	201,485.25	202,151.76
M315	07-23-99	08-01-99	10-25-2028	PNC MTG SEC CORP 99 9 3A	7.25%	MONTHLY 25	2029	SEPTEMBER			08-30-99	MORGAN STANLEY	332,406.48	331,154.74	328,654.74	328,917.32
M320	01-21-00	01-02-00	01-20-2030	GNMA PL 0002867M	7.50%	MONTHLY 20	2030	JANUARY			01-28-00	PAINE WEBBER	94,724.33	89,594.17	89,594.17	89,594.17
M321	04-10-00	01-01-00	01-20-2030	GNMA PL 0002866M	7.00%	MONTHLY 20	2030	JANUARY			04-19-00	PAINE WEBBER	149,848.01	143,103.46	141,609.79	141,734.89
M322	08-24-00	07-01-00	07-20-2030	GNMA PL 0002944M	7.00%	MONTHLY 20	2030	JULY			08-30-00	PAINE WEBBER	276,643.80	264,192.41	264,192.41	264,192.41
M323	09-28-00	09-01-00	09-20-2030	GNMA PL 0002971M	7.00%	MONTHLY 20	2030	SEPTEMBER			09-29-00	PAINE WEBBER	236,927.95	226,264.12	224,576.62	224,693.37
M324	04-27-01	06-01-94	06-15-2024	FHR 1735 M	6.500%	MONTHLY 15	2024	JUNE			05-02-01	PAINE WEBBER	205,315.67	203,583.18	199,083.18	199,358.41
M325	05-01-01	05-01-01	06-25-2031	BANK OF AMERICA MTG SEC 2001 C CL 1A17	7.000%	MONTHLY 25 CALL 02-07-02	2031	MAY			05-30-01	PAINE WEBBER	CALL 02-09-02	0.00	0.00	0.00
M326	04-24-01	05-01-01	11-25-2028	GNMA 01-19 JB	6.750%	MONTHLY 20 (RED 05-20-02)	2030	JUNE			05-30-01	MORGAN STANLEY	RED 05-20-02	0.00	0.00	0.00
M327	05-08-01	05-01-01	12-16-2028	GNMA 01-21 D	6.500%	MONTHLY 16 (RED 03-18-02)	2029	MAY			05-30-01	MORGAN STANLEY	REDEEMED 3-18-02	0.00	0.00	0.00
M328	05-08-01	05-01-01	06-25-2031	WASHINGTON MUT MTG SEC 01-4 2A7	6.750%	MONTHLY 25 (CALL 01-30-02)	2031	JUNE			05-31-01	MORGAN STANLEY	CALLED 1-30-02	0.00	0.00	0.00
M329	05-18-01	05-01-01	06-25-2031	WASHINGTON MUT MTG SEC 2001-4 2A21	7.000%	MONTHLY 25 (RED 04-26-02)	2031	MAY			05-31-01	PAINE WEBBER	REDEEMED 4-26-02	0.00	0.00	0.00
M330	05-25-01	06-01-01	09-15-2030	FHR 2330 CD	7.000%	MONTHLY 15 (RED 08-15-02)	2031	SEPTEMBER			06-29-01	PAINE WEBBER	REDEEMED 08-15-02	0.00	0.00	0.00

ACCT#	UNREALIZED GAIN OR LOSS (MARKET VALUE VS BOOK VALUE)	INTEREST OR DIVIDENDS EARNED	ACCRUED INTEREST AT PURCHASE	CURRENT QUARTER INTEREST RECEIVED	ACCUAL 09-30-02	PRIOR QUARTERS INTEREST RECEIVED	PRIOR YEARS INTEREST RECEIVED	GAIN/LOSS ON SALE, MATURITY, OR CALL	DESCRIPTION	CURRENT QUARTER PRINCIPAL PAYMENTS	PRIOR QUARTERS PRINCIPAL PAYMENTS	PRIOR YEAR PRINCIPAL PAYMENTS	CUCIP #	* MOODY RATING	* S&P RATING
M289	2,939.17	46,799.54	942.50	2,924.97	975.00	5,849.94	37,049.63					0.00	12669AR97	NR	AAA
M290	0.00	44,555.18	152.49	25.08	0.00	2,620.00	41,910.10	1,070.41	REDEEMED 7-15-02		163,889.33	59,832.90	3133T2YH7	NR	NR
M292	5,705.00	124,472.38	2,618.06	8,115.84	2,708.33	16,193.83	97,454.38	5016.38	PRCDS-(5016.38PRIN-1258.06DISC+187.65AMORT)						
M296	514.61	56,349.66	947.92	2,324.45	642.27	6,051.88	47,331.06			31,713.87	74,383.75	25,329.53	31359RRW4	NR	NR
M297	0.00	66,956.85	1,516.67	1,310.93	784.59	7,986.33	56,875.00			57,655.48	171,108.12	(13,986.26)	16162TDX1	Aaa	NR
M298	(3,169.96)	69,991.02	1,516.67	3,230.49	601.20	9,284.60	56,874.73			120,755.78	68,252.62	0.00	31359VCZ4	NR	NR
M299	5,929.85	58,280.05	1,263.89	2,692.07	454.57	7,737.18	47,396.22			100,629.62	65,448.88	0.00	31359VCZ4	NR	NR
M300	11,105.70	73,125.36	1,516.67	4,875.00	1,625.00	9,750.00	56,875.36					0.00	69348RDF0	NR	AAA
M302	0.00	44,329.47	902.78	1,471.42	0.00	6,024.83	36,833.22	0.00	REDEEED 09-16-0	65,741.22	81,580.76	0.00	3133TJBS1	NR	NR
M303	0.00	64,263.15	1,579.86		0.00	1,756.14	62,507.01	52,678.02	PRDS-52,678.02PRIN			170,969.66	3133TJBR3	AAA	AAA
M304	13,408.53	92,985.20	1,733.33	6,463.58	2,166.67	12,855.35	71,499.60	0.02	REDEEMED 04-15-02		164,713.75				
M305	7,320.14	69,875.00	1,570.83	6,500.00	1,625.00	8,125.00	53,625.00	14,316.61	PRCDS-(14,316.59PRIN)			0.00	126690WR3	AA1	AAA
M310	3,469.75	53,108.38	1,462.50	2,122.41	682.67	4,825.43	45,497.87			8,857.64	40,683.19	128,119.95	36157RY74	NR	AAA
M311	0.00	70,551.69	1,455.18	642.44	0.00	6,559.82	63,349.43	526.32	REDEEMED 08-18-0	36,805.51	186,879.33	209,501.09	31359UBR5	NR	NR
M313	0.00	71,227.18	2,819.44		0.00	3,159.77	68,067.41	40,898.98	PRDS-(40,898.97PRIN-592.61DISC+66.30AMORT)		249,030.30	247,438.56	31359WEL1	Aaa	AAA
M314	4,264.15	82,070.47	2,584.11	3,491.48	1,124.79	7,938.11	69,516.09	0.07	REDEEMED 04-25-02			204,365.00	36157RY74	NR	AAA
M315	3,489.16	214,760.45	5,840.28	9,962.14	2,000.73	33,630.82	169,166.76	3,531.21	PRCDS-(3,531.14PRIN)	14,571.30	66,926.09				
M320	5,130.16	45,214.34	1,687.50	1,904.24	559.96	5,013.33	37,736.81			323,109.12	345,736.14	0.00	69348RRP3	NR	AAA
M321	8,113.12	42,425.64	1,045.63	2,790.38	834.77	6,622.32	32,178.17			17,996.90	51,248.76	141,160.17	36202DFG1	NR	NR
M322	12,451.39	62,417.03	2,817.04	5,119.10	1,541.12	11,906.09	43,850.72			22,268.05	46,613.04	86,765.45	36202DFF3	NR	NR
M323	12,234.58	53,107.18	2,450.00	4,368.65	1,319.87	10,474.54	36,944.12			40,123.83	75,013.55	120,243.67	36202DHV6	NR	NR
M324	5,957.26	24,664.47	54.17	3,612.75	1,102.74	8,573.98	11,375.00			32,571.32	76,763.50	114,401.06	36202DJO5	NR	NR
M325	0.00	22,061.69	2,819.44		0.00	1,645.00	20,416.69	0.00	FULL CALL 02-09-02			218,000.00	999222CU4	AAA	AAA
M326	0.00	30,841.90	2,718.75		0.00	11,154.40	19,687.50	282,000	PRCDS-(282,000PRIN)						
M327	0.00	21,848.31	2,618.06		0.00	2,889.97	18,958.34	0.00	REDEEMED 05-20-02		373,753.62	0.00	38373RGE3	Aaa	AAA
M328	0.00	20,686.81	2,812.50		0.00	1,080.95	19,605.86	126,246.38	PRCDS-(126,246.38PRIN)		337,791.46	152,310.90	3837393W7	Aaa	AAA
M329	0.00	22,994.08	2,269.17		0.00	7,109.89	15,884.19	0.00	REDEEMED 03-18-02			307,830.75	939335DR3	AAA	AAA
M330	0.00	25,205.91	2,096.11	711.74	0.00	10,865.17	13,629.00	0.01	CALLED 01-31-02			0.00	939335EF8	AAA	AAA
								192,169.26	PRCDS-(192,169.25PRIN)		282,275.49	0.00			
								0.00	REDEEMED 04-26-02						
								106,724.51	PRCDS-(106,724.51PRIN)	79,999.43	288,393.23	0.00	3133TTS7	NR	NR
								4,400.01	REDEEMED 08-15-0						
								21,007.35	PRDS-16,607.34PRIN						

ACCT#				TRADE DATE		DATED DATE		DUE DATE		DESCRIPTION		INTEREST		MATURITY		CALLABLE		DATE ACQUIRED		FROM WHOM ACQUIRED		MARKET VALUE 09-30-02		TOTAL PAR VALUE		COST TO COMPANY (EXCLUDING ACC INTEREST AND DIVIDENDS)		BOOK VALUE 09-30-02	
												RATE OF		HOW PAID															
SECTION A - BONDS												YEAR		MONTH		YEAR		MONTH											
M331	05-30-01	06-01-01	04-15-2030	FHR 2327 BB	7.000%	MONTHLY 15 (RED 03-15-02)	2031	JULY			PW								06-29-01	PAINE WEBBER	REDEEMED 3-15-02	0.00	0.00				0.00	0.00	
M332	06-28-01	06-01-01	07-25-2031	WASHINGTON MUT MTG SEC 01-7-1A5	6.500%	MONTHLY 25 (RED 09-12-02)	2031	JULY			MS								06-29-01	MORGAN STANLEY	REDEEMED 09-12-02	0.00	0.00				0.00	0.00	
M333	06-19-01	06-01-01	09-15-2030	FHR 2330 CD	7.000%	MONTHLY 15 (RED 08-15-02)	2030	SEPTEMBER			PW								06-29-01	PAINE WEBBER	REDEEMED 08-15-02	0.00	0.00				0.00	0.00	
M334	06-28-01	06-01-01	07-25-2031	WASHINGTON MUT MTG SEC	6.500%	MONTHLY 25 (RED 09-12-02)	2031	JULY			MS								06-29-01	MORGAN STANLEY	REDEEMED 09-12-02	0.00	0.00				0.00	0.00	
M335	07-09-01	06-01-01	06-15-2030	FHLMC 2323 AB	6.500%	MONTHLY 15 (RED 08-15-02)	2030	JUNE			MS								07-16-01	MORGAN STANLEY	REDEEMED 08-15-02	0.00	0.00				0.00	0.00	
M336	07-16-01	05-01-01	05-15-2011	FHR 2315 K	6.000%	MONTHLY 15	2011	MAY			PW								07-17-01	PAINE WEBBER	518,835.00	500,000.00				498,125.00	498,361.40		
M337	07-19-01	04-01-01	04-20-2031	GNMA PL 0003067M	6.000%	MONTHLY 20	2031	APRIL			PW								07-24-01	PAINE WEBBER	382,067.90	369,873.18				367,784.19	367,871.64		
M338	07-19-01	01-01-99	01-20-2029	GNMA PL 0002699M	6.000%	MONTHLY 20	2029	JANUARY			PW								07-24-01	PAINE WEBBER	233,907.97	226,120.38				226,120.38	226,120.38		
M339	07-05-01	07-01-01	06-15-2030	FHR 2337 GB	7.000%	MONTHLY 15 (RED 03-15-02)	2031	AUGUST			PW								07-30-01	PAINE WEBBER	REDEEMED 3-15-02	0.00	0.00				0.00	0.00	
M340	07-25-01	08-01-01	08-25-2031	RFMS 2001-S17 A10	6.750%	MONTHLY 25 (RED 09-15-02)	2031	AUGUST			MS								08-30-01	MORGAN STANLEY	REDEEMED 09-15-02	0.00	0.00				0.00	0.00	
M341	07-30-01	08-01-01	01-25-2031	FNMA 01 43-JA	6.500%	MONTHLY 25 (RED 08-25-02)	2031	SEPTEMBER			MS								08-30-01	MORGAN STANLEY	REDEEMED 08-25-02	0.00	0.00				0.00	0.00	
M342	08-07-01	08-01-01	01-25-2031	FNMA 01 43-JA	6.500%	MONTHLY 25 (RED 08-25-02)	2031	SEPTEMBER			MS								08-30-01	MORGAN STANLEY	REDEEMED 08-25-02	0.00	0.00				0.00	0.00	
M343	08-06-01	08-01-01	01-15-2031	FHR 2349 JJ	7.000%	MONTHLY 15	2031	SEPTEMBER			PW								08-30-01	PAINE WEBBER	245,837.32	244,000.00				244,000.00	244,000.00		
M344	08-06-01	08-01-01	08-25-2031	RFMSI 2001-S17 A22	7.000%	MONTHLY 25	2031	SEPTEMBER			PW								08-30-01	PAINE WEBBER	449,521.01	449,521.01				449,521.01	449,521.01		
M345	08-29-01	06-15-2030	06-15-2030	FHR 2349 QA	6.500%	MONTHLY 15	2031	SEPTEMBER			PW								09-04-01	PAINE WEBBER	101,804.42	101,626.12				101,626.12	101,626.12		
M346	08-16-01	09-01-01	12-15-2030	FHR 2357 CE	6.750%	MONTHLY 15	2031	OCTOBER			PW								09-28-01	PAINE WEBBER	502,260.00	500,000.00				500,000.00	500,000.00		
M347	09-17-01	09-01-01	10-25-2031	FNR 2001-56 KL	6.500%	MONTHLY 15	2031	AUGUST			PW								09-28-01	PAINE WEBBER	502,985.00	500,000.00				500,000.00	500,000.00		
M348	09-27-01	09-01-01	10-25-2031	WAMMS	6.500%	MONTHLY 25	2031	OCTOBER			MS								09-28-01	MORGAN STANLEY	106,709.41	106,814.23				106,814.23	106,814.23		
M349	09-28-01	08-01-01	07-25-2029	FNR 2001-41 BH	6.000%	MONTHLY 25	2029	JULY			PW								09-28-01	PAINE WEBBER	311,760.00	300,000.00				298,500.00	298,558.24		
M350	10-09-01	10-01-01	10-25-2030	FNMA PL 0160HD	6.500%	MONTHLY 25 (RED 09-25-02)	2030	OCTOBER			PW								10-30-01	PAINE WEBBER	RED 09-25-02	0.00	0.00				0.00	0.00	
M351	04-26-02	04-01-02	07-25-2031	FNMA 02-17 YA	6.500%	MONTHLY 25	2031	JULY			MS								04-30-02	MORGAN STANLEY	305,075.69	305,044.17				302,544.17	302,586.77		
M352	04-26-02	04-01-02	03-16-2031	GNR 2002-23 HB	6.500%	MONTHLY 16	2031	MARCH			MS								04-30-02	MORGAN STANLEY	315,904.64	314,661.62				314,661.62	314,661.62		
M353	04-29-02	03-01-02	03-25-2032	WAMMS 02-MS2 1A7	6.500%	MONTHLY 25	2032	MARCH			MS								04-30-02	MORGAN STANLEY	62,533.19	62,418.59				62,418.59	62,418.59		
M354	05-01-02	12-25-2031	12-25-2031	WAMMS 2001-MS14	6.000%	MONTHLY 25	2031	DECEMBER			PW								05-06-02	PAINE WEBBER	381,150.05	373,000.00				368,337.50	368,403.00		
M355	05-28-02	05-01-02	01-20-2031	GNR 2002-30MA	6.500%	MONTHLY 20	2031	JANUARY			MS								05-30-02	MORGAN STANLEY	398,335.32	396,373.86				396,373.86	396,373.86		
M356	05-16-02	04-01-02	03-16-2032	GNR 2002-23 HN	6.500%	MONTHLY 16	2032	MARCH			MS								05-30-02	MORGAN STANLEY	192,256.70	191,500.21				191,500.21	191,500.21		
M357	04-22-02	08-20-2032	08-20-2032	GNR 2002-30 CL MC	6.500%	MONTHLY 20	2032	APRIL			PW								05-30-02	PAINE WEBBER	254,035.00	250,000.00				246,875.00	246,918.40		
M358	06-04-02	06-01-02	06-16-2032	GNR 2002-38 AB	6.250%	MONTHLY 16	2032	JUNE			MS								06-28-02	MORGAN STANLEY	372,271.69	370,330.15				370,330.15	370,330.15		
M359	07-16-02	07-16-02	11-20-2029	GNR 2002-39 DG	6.000%	MONTHLY 20	2029	NOVEMBER			PW								07-19-02	PAINE WEBBER	519,315.00	500,000.00				498,750.00	498,761.40		
M360	07-16-02	06-01-02	06-20-2032	GNR 2002-41 CH	6.000%	MONTHLY 20	2032	JUNE			PW								07-19-02	PAINE WEBBER	361,847.50	350,000.00				350,000.00	350,000.00		
M361	07-18-02	06-01-02	06-20-2032	GNR 2002-41 CH	6.000%	MONTHLY 20	2032	JUNE			PW								07-23-02	PAINE WEBBER	155,077.50	150,000.00				150,000.00	150,000.00		

ACCT#	UNREALIZED GAIN OR LOSS (MARKET VALUE VS BOOK VALUE)	INTEREST OR DIVIDENDS EARNED	ACCRUED INTEREST AT PURCHASE	CURRENT QUARTER INTEREST RECEIVED	ACCRUAL 09-30-02	PRIOR QUARTERS INTEREST RECEIVED	PRIOR YEARS INTEREST RECEIVED	GAIN/LOSS ON SALE, MATURITY, OR CALL	DESCRIPTION	CURRENT QUARTER PRINCIPAL PAYMENTS	PRIOR QUARTERS PRINCIPAL PAYMENTS	PRIOR YEAR PRINCIPAL PAYMENTS	CUCIP #	* MOODY RATING	* S&P RATING
M331	0.00	24,570.03	2,722.22	0.00	0.00	7,070.01	17,500.02	0.00	REDEEMED 03-15-02		279,000.00	0.00	3133TTZA2	AAA	AAA
M332	0.00	19,961.03	2,527.78	208.77	0.00	4,861.49	14,890.77	221,000PRCDS-(221,000PRIN)		10,655.86	269,635.54	193,203.72	939335GG4	Aaa	NR
M333	0.00	32,080.27	2,722.22	905.87	0.00	13,828.40	17,346.00	30005.02PRDS-(27504.88PRIN-1250DISC+55.36AMF)		101,817.45	367,045.92	0.00	3133TTSG7	NR	NR
M334	0.00	10,063.81	1,263.89	335.11	0.00	2,394.45	7,334.25	26,736.63PRDS-31,136.63 PRIN		5,248.41	132,313.02	95,160.02	939335GG4	Aaa	NR
M335	0.00	26,888.60	1,354.17	1,238.57	0.00	12,106.67	13,543.36	14778.59PRDS-17,278.55PRIN		101,151.70	335,095.10	0.00	3133TUG93	NR	NR
M336	20,473.60	37,500.00	1,333.33	7,500.00	2,500.00	15,000.00	12,500.00	63,753.20PRDS-63,753.20PRIN				0.00	3133TTM81	NR	NR
M337	14,196.26	30,010.13	1,601.56	5,758.15	1,849.37	12,029.91	10,372.70			18,999.10	18,750.65	10,175.72	36202DMQ1	NR	NR
M338	7,787.59	19,490.86	1,119.93	3,555.38	1,130.60	7,732.30	7,072.58			16,112.43	26,711.68	23,212.20	36202C7L1	NR	NR
M339	0.00	12,475.17	1,595.81	0.00	0.00	4,221.02	8,254.15	0.00	REDEEMED 03-15-02		125,396.17	0.00	313398UT4	AAA	AAA
M340	0.00	14,615.66	1,359.37	617.05	0.00	8,373.61	5,625.00	157,603.83PRCDS-(157,603.83PRIN)		109,696.87	128,945.50	0.00	76110Y7Y2	Aaa	NR
M341	0.00	9,827.71	1,309.03	468.38	0.00	3,978.04	5,381.29	11,357.62PRCDS-(11,357.63PRIN)		23,622.73	132,307.66	67,646.07	313920WB2	NR	NR
M342	0.00	19,077.33	2,618.06	909.20	0.00	7,722.10	10,446.03	31,423.55PRDS-(26,423.54PRIN)		45,855.89	256,832.53	131,312.93	313920WB2	NR	NR
M343	1,837.32	19,926.63	1,375.89	4,269.99	1,423.33	8,539.98	5,693.32	60998.65PRDS-65,998.65PRIN				0.00	313398X38	NR	NR
M344	0.00	40,244.46	2,819.44	8,455.55	2,622.21	17,500.02	11,686.68			50,478.99		0.00	76110Y8L9	AAA	NR
M345	178.30	14,296.32	141.78	2,670.55	550.47	6,892.10	4,183.20			76,233.40	59,631.98	24,258.71	313398WJ4	NR	NR
M346	2,260.00	36,562.50	2,531.25	8,437.50	2,812.50	16,875.00	8,437.50					0.00	3133TUT32	NR	NR
M347	2,985.00	35,208.29	2,437.50	8,124.99	2,708.33	16,249.98	8,124.99					0.00	313921FU7	NR	NR
M348	(104.82)	16,828.62	1,218.75	5,416.68	578.58	6,770.85	4,062.51			143,185.77		0.00	939335TM7	NR	AAA
M349	13,201.76	19,500.00	1,350.00	4,500.00	1,500.00	9,000.00	4,500.00					0.00	3139203H1	NR	NR
M350	0.00	16,704.00	1,570.83	3,704.00	0.00	9,750.00	3,250.00	0.00	RED 09-25-02	199,498.53		0.00	3139214C9	NR	NR
M351	2,488.92	14,120.27	2,618.06	7,121.33	1,652.32	5,346.82		100,501.47PRDS-100,501.47PRIN		162,457.80	32,498.03	0.00	31392CJ88	NR	NR
M352	1,243.02	14,306.30	2,618.06	7,242.94	1,704.42	5,358.94				162,620.18	22,718.20	0.00	38373WREC	NR	NR
M353	114.60	5,631.29	1,172.51	2,900.41	338.10	2,392.78				138,960.84	22,547.43	0.00	939335H81	Aaa	AAA
M354	12,747.05	9,325.00	310.83	5,595.00	1,865.00	1,865.00						0.00	929227FS0	AAA	AAA
M355	1,961.46	12,623.38	2,618.06	7,768.01	2,147.03	2,708.34				95,895.85	7,730.29	0.00	38373WJ82	NR	NR
M356	756.49	5,087.39	1,309.03	4,050.10	1,037.29	0.00				58,499.79		0.00	38373WRN	NR	NR
M357	7,116.60	6,770.85	1,309.03	4,062.51	1,354.17	1,354.17						0.00	38373WK23	NR	NR
M358	1,941.54	9,372.22	2,343.75	7,443.42	1,928.80	0.00				129,669.85		0.00	38373XBY1	NR	NR
M359	20,553.60	10,000.00	1,500.00	7,500.00	2,500.00	0.00						0.00	38373XAZ9	NR	NR
M360	11,847.50	5,250.00	1,050.00	3,500.00	1,750.00	0.00						0.00	38373XMU7	NR	NR
M361	5,077.50	2,250.00	550.00	1,500.00	750.00	0.00						0.00	38373XMU7	AAA	AAA

ACCT#	TRADE DATE	DATED DATE	DUE DATE	DESCRIPTION	INTEREST		MATURITY	CALLABLE		DATE ACQUIRED	FROM WHOM ACQUIRED	MARKET VALUE 09-30-02	TOTAL PAR VALUE	COST TO COMPANY (EXCLUDING ACC INTEREST AND DIVIDENDS)	BOOK VALUE 09-30-02
					RATE OF	HOW PAID		YEAR	MONTH						
				SECTION A - BONDS											
M362	07-18-02	06-01-02	02-16-2021	GNR 2002-42 KUCH	6.000%	MONTHLY 16	2021		FEBRUARY	07-23-02	PAINE WEBBER	413,748.00	400,000.00	400,000.00	400,000.00
M363	07-01-02	07-01-02	06-25-2032	MASTR 2002-4 A8	6.500%	MONTHLY 25	2032		JUNE	07-30-02	MORGAN STANLEY	394,200.14	392,359.22	392,359.22	392,359.22
M364	07-02-02	05-01-02	11-25-2031	FNR 2002-36 MA	6.500%	MONTHLY 25	2031		NOVEMBER	07-30-02	PAINE WEBBER	393,557.14	392,587.45	392,587.45	392,587.45
M365	08-16-02	12-01-01	12-15-2031	FHR 2396 GM	6.000%	MONTHLY 15	2031		DECEMBER	08-21-02	PAINE WEBBER	248,065.00	250,000.00	251,562.50	251,553.64
M366	07-22-02	08-01-02	08-15-2032	FHLMC 2489-KC	6.250%	MONTHLY 15	2032		AUGUST	08-30-02	MORGAN STANLEY	406,233.40	400,000.00	400,000.00	400,000.00
M367	07-22-02	08-30-02	07-25-2032	FNR 2002-57 KB	6.000%	MONTHLY 25	2032		JULY	08-30-02	PAINE WEBBER	500,635.00	500,000.00	500,000.00	500,000.00
M368	07-23-02	08-01-02	08-15-2032	FHLMC 2488-WA	6.000%	MONTHLY 15	2032		AUGUST	08-30-02	MORGAN STANLEY	477,917.88	479,430.00	479,430.00	479,430.00
M369	07-24-02	08-30-02	07-15-2032	FHR 2489 KD	6.250%	MONTHLY 15	2032		JULY	08-30-02	PAINE WEBBER	210,822.50	207,000.00	207,000.00	207,000.00
M370	07-24-02	08-30-02	07-25-2032	FNR 2002-58 BD	6.250%	MONTHLY 25	2032		JULY	08-30-02	PAINE WEBBER	484,853.66	482,297.48	482,297.48	482,297.48
M371	07-24-02	08-30-02	07-15-2032	FHR 2491 LL	6.250%	MONTHLY 15	2032		JULY	08-30-02	PAINE WEBBER	126,574.56	126,000.00	126,000.00	126,000.00
M372	07-25-02	08-01-02	08-15-2032	FHLMC 2489-TA	6.000%	MONTHLY 15	2032		AUGUST	08-30-02	MORGAN STANLEY	474,171.05	474,657.10	474,657.10	474,657.10
M373	07-25-02	08-01-02	08-15-2032	FHLMC 2489-TB	6.000%	MONTHLY 15	2032		AUGUST	08-30-02	MORGAN STANLEY	507,899.75	500,000.00	499,375.00	499,378.46
M374	07-29-02	08-30-02	07-15-2032	FHR 2479 AD	6.250%	MONTHLY 15	2032		JULY	08-30-02	PAINE WEBBER	490,590.08	486,542.05	485,292.05	485,298.99
M375	08-23-02	08-30-02	08-15-2032	FHR 2488 OP	6.000%	MONTHLY 15	2032		AUGUST	08-30-02	PAINE WEBBER	499,825.00	500,000.00	497,500.00	497,513.86
M376	08-27-02	09-01-02	09-15-2032	FHLMC 2498 WC	6.000%	MONTHLY 15	2032		SEPTEMBER	09-30-02	MORGAN STANLEY	500,000.00	500,000.00	500,000.00	500,000.00
M377	09-13-02	09-15-02	09-15-2032	FHR 2496 EN	6.000%	MONTHLY 15	2032		SEPTEMBER	09-30-02	PAINE WEBBER	500,000.00	500,000.00	500,000.00	500,000.00
												19,926,912.71	19,638,704.32	19,570,727.70	19,577,930.81
												=====	=====	=====	=====

ACCT#	UNREALIZED GAIN OR LOSS (MARKET VALUE VS BOOK VALUE)	INTEREST OR DIVIDENDS EARNED	ACCRUED INTEREST AT PURCHASE	CURRENT QUARTER INTEREST RECEIVED	ACCRUAL 09-30-02	PRIOR QUARTERS INTEREST RECEIVED	PRIOR YEARS INTEREST RECEIVED	GAIN/LOSS ON SALE, MATURITY, OR CALL	DESCRIPTION	CURRENT QUARTER PRINCIPAL PAYMENTS	PRIOR QUARTERS PRINCIPAL PAYMENTS	PRIOR YEAR PRINCIPAL PAYMENTS	CUCIP #	* MOODY RATING	* S&P RATING
M362	13,748.00	6,000.00	1,466.67	4,000.00	2,000.00	0.00						0.00	38373XHB5	NR	NR
M363	1,840.92	7,349.58	2,618.06	5,224.30	2,125.28	0.00				107,640.78		0.00	55265KFS3	Aaa	AAA
M364	969.69	7,121.46	2,483.45	4,994.94	2,126.52	0.00				81,706.04		0.00	31392DMJ8	NR	NR
M365	(3,488.64)	2,500.00	833.33	1,250.00	1,250.00	0.00						0.00	31339LJL5	NR	NR
M366	6,233.40	4,166.66	2,013.89	2,083.33	2,083.33	0.00						0.00	31392T3V7	NR	NR
M367	635.00	5,000.00	2,416.67	2,500.00	2,500.00	0.00						0.00	31392D2K7	NR	NR
M368	(1,512.12)	4,243.37	2,416.67	2,500.00	1,743.37	0.00				20,570.00		0.00	31392TG78	NR	NR
M369	3,622.50	2,156.25	1,042.19	1,078.12	1,078.13	0.00						0.00	31392T3X3	NR	NR
M370	2,556.18	5,116.14	2,517.36	2,604.17	2,511.97	0.00				17,702.52		0.00	31392EKN9	NR	NR
M371	574.56	1,312.50	634.38	656.25	656.25	0.00						0.00	31392RXA4	NR	NR
M372	(486.05)	4,873.29	2,416.67	2,500.00	2,373.29	0.00				25,342.90		0.00	31392T2M8	NR	NR
M373	8,521.29	5,000.00	2,416.67	2,500.00	2,500.00	0.00						0.00	31392T2G1	NR	NR
M374	5,291.09	5,138.24	2,517.36	2,604.17	2,534.07	0.00				13,457.95		0.00	31392U2B9	NR	NR
M375	2,311.14	5,000.00	2,416.67	2,500.00	2,500.00	0.00						0.00	31392TKG1	NR	NR
M376	0.00	2,416.67	2,416.67		2,416.67	0.00							31392VB50	AAA	AAA
M377	0.00	2,416.67	2,416.67		2,416.67	0.00							BCC0852C2	NR	NR
	348,981.90	4,886,770.35	196,763.09	296,734.13	103,848.92	627,189.20	3,858,998.09	27,983.08		3,931,631.81	8,605,027.68	5,718,590.59			
	=====	=====	=====	=====	=====	=====	=====	=====		=====	=====	=====	=====	=====	=====

CURRENT YEAR ACCRUAL103,848.92

LESS PRIOR YEAR ACCRUAL(131,969.55)

DELTA ACCRUAL(28,120.63)

DELTA ACCRUAL YTD

INTEREST RECEIVED CURRENT QUARTER

PRIOR QUARTERS INT RCVD

LESS CURRENT YEAR INT RCVD AT PURCHASE

CURRENT YEAR AMORT PREWDISC (I&E)

LOSS/GAIN ON SALE, MATURITY, OR CALL

CURRENT YEAR INTEREST EARNED

INTEREST EARNED

LESS PRIOR YEARS INTEREST EARNED

LESS INTEREST AT PURCHASE

PLUS AMORTIZATION PREWDISC (B/S SCHED)

PLUS REVERSED AMORT PRWDISC ON SALE,MAT,CALL

LOSS/GAIN ON SALE, MATURITY, OR CALL

8,346,490.96

(7,173,028.45)

(338,485.23)

7,203.11

5,685.23

27,983.08

875,848.70

=====

ACCT. 1520

SCHEDULE 1A

BONDS-TAX FREE

09-30-02

ACCT#	TRADE DATE	DATED DATE	DUE DATE	DESCRIPTION	INTEREST		MATURITY		CALLABLE		DATE ACQUIRED	FROM WHOM ACQUIRED	MARKET VALUE 09-30-02	TOTAL PAR VALUE	COST TO COMPANY (EXCLUDING ACC INTEREST AND DIVIDENDS)	BOOK VALUE 09-30-02
					RATE OF	HOW PAID	YEAR	MONTH	YEAR	MONTH						
54	07-17-96	03-01-93	07-01-2006	MASS MUN WHLS ELEC CO	5.100%	JAN & JUL 1	2006	JULY			07-22-96	PAINE WEBBER	277,627.50	250,000.00	249,027.50	249,622.46
55	07-17-96	01-15-96	09-01-2005	PWR RV A AMBAC BE OI D/R/	4.900%	MAR & SEP 1	2005	SEPTEMBER			07-22-96	PAINE WEBBER	272,475.00	250,000.00	245,000.00	248,378.75
56	07-18-96	06-01-96	08-15-2006	TARRANT CO TX HFD HARRIS	5.400%	FEB&AUG15	2006	AUGUST			07-23-96	PAINE WEBBER	222,650.00	200,000.00	201,000.00	200,385.00
57	07-24-96	12-01-93	02-01-2007	METHODIST RV AMBAC BE/R/	5.100%	FEB & AUG 1	2007	FEBRUARY	2004	FEBRUARY	07-29-96	PAINE WEBBER	317,019.00	300,000.00	300,000.00	300,000.00
58	07-25-96	12-01-93	06-01-2004	ILLINOIS HLTH FAC AU RV	5.100%	JUN & DEC 1	2004	JUNE	@ 102%		07-30-96	PAINE WEBBER	157,153.50	150,000.00	150,202.50	150,044.25
59	07-26-96	07-01-96	11-01-2007	FRANKLIN COUNTY OHIO HOLY CRC	5.200%	MAY & NOV 1	2007	NOVEMBER	2006	NOVEMBER	07-31-96	MORGAN STANLEY	228,632.00	200,000.00	200,000.00	200,000.00
60	07-17-96	08-01-96	12-01-2005	HOSPITAL MBIA BE /R/	5.100%	JUN & DEC 1	2005	DECEMBER	@ 102%		08-01-96	PAINE WEBBER	258,415.40	235,000.00	235,000.00	235,000.00
61	07-30-96	08-01-96	01-01-2006	WTR STORAGE DIST REF OI D Y	5.000%	JAN & JUL 1	2006	JANUARY	2005	JANUARY	08-08-96	PAINE WEBBER	213,054.00	200,000.00	200,000.00	200,000.00
62	08-13-96	12-01-93	12-01-2005	SD #3 N THURS BQ FGIC /R/	4.900%	JUN & DEC 1	2005	DECEMBER	@ PAR		08-16-96	MORGAN STANLEY	287,612.00	260,000.00	261,911.00	260,659.66
63	08-19-96	08-01-96	11-01-2007	LA CO PUB WORKS FUNDING	5.100%	MAY&NOV 1	2007	NOVEMBER	2006	NOVEMBER	08-22-96	MORGAN STANLEY	279,980.00	250,000.00	250,000.00	250,000.00
64	08-20-96	12-01-93	07-01-2005	AU LSI MULTI CAP FACS IV	4.700%	JAN & JUL 1	2005	JULY	@ 102%		08-23-96	MORGAN STANLEY	262,257.50	250,000.00	250,000.00	250,000.00
65	08-22-96	08-01-96	09-01-2005	WASHINGTON STATE HIGHER ED	5.000%	MAR & SEP 1	2005	SEPTEMBER	@ PAR	ANY DATE	08-29-96	PAINE WEBBER	137,602.50	125,000.00	125,000.00	125,000.00
66	09-10-96	07-01-93	10-01-2007	FAC AUTH REV REF-PAC LUTH UN	5.300%	APR & OCT 01	2007	OCTOBER			09-13-96	PAINE WEBBER	224,890.00	200,000.00	200,000.00	200,000.00
67	09-13-96	12-01-93	12-01-2007	EXCISE TAX MARICOPA CO REGL	5.000%	JUN & DEC 01	2007	DECEMBER			09-18-96	MORGAN STANLEY	211,556.75	185,000.00	184,985.20	184,993.23
68	09-13-96	11-15-93	11-15-2006	LOS ANGELES CO CA PUB REV	5.000%	MAY & NOV 15	2006	NOVEMBER	2003	NOVEMBER	09-18-96	MORGAN STANLEY	153,768.15	145,000.00	144,989.85	144,995.69
69	09-10-96	08-01-96	05-15-2007	B MBIA OI D BE/R/	5.000%	MAY & NOV 15	2007	MAY	@ 102%		09-25-96	PAINE WEBBER	219,930.00	200,000.00	196,748.00	196,588.33
70	10-09-96	10-01-96	12-01-2007	ALLEGHENY CO PA HOSP DEV	5.000%	JUN & DEC 1	2007	DECEMBER	@ PAR		10-15-96	MORGAN STANLEY	225,725.50	205,000.00	204,987.70	204,994.18
71	10-11-96	10-01-96	06-01-2006	FGIC BE /R/	5.000%	JUN & DEC 1	2007	JUNE	@ PAR		10-17-96	MORGAN STANLEY	165,526.50	150,000.00	149,991.00	149,996.04
72	09-21-98	09-01-98	11-01-2009	LOS ANGELES CA DEPT WTR PWR	4.350%	MAY & NOV 1	2009	NOVEMBER	@ PAR		09-24-98	MORGAN STANLEY	224,164.00	200,000.00	202,632.00	201,676.50
73	10-01-98	09-01-98	06-01-2010	ELEC RFDG 2ND ISS CALLABLE	4.500%	JUN & DEC 1	2010	JUNE	2008	JUNE	10-06-98	MORGAN STANLEY	229,205.05	215,000.00	217,150.00	216,267.76
74	10-16-98	10-01-98	08-01-2007	AUSTIN TEXAS UTILITY SYSTEM RFC	4.100%	FEB & AUG 1	2007	AUGUST	@ PAR		10-21-98	MORGAN STANLEY	214,306.00	200,000.00	201,458.00	200,827.28
75	10-23-98	10-01-98	10-01-2009	SER A MBIA BE /R/	4.250%	APR & OCT 01	2009	OCTOBER	2008	OCTOBER	10-28-98	MORGAN STANLEY	320,859.00	300,000.00	301,200.00	300,723.84
76	10-26-98	09-15-98	09-01-2009	48J BEAVERTON SER A UNLTD TAX	4.250%	MAR & SEPT 01	2009	SEPTEMBER	@ 101%		10-29-98	MORGAN STANLEY	165,053.30	155,000.00	157,487.75	156,487.91
77	11-23-98	10-01-98	09-01-2007	OHIO ST PUB FACS COMMON REV	4.000%	MAR & SEP 1	2007	SEPTEMBER	@ 100%		11-27-98	MORGAN STANLEY	266,197.50	250,000.00	246,352.50	247,954.73

ACCT#	UNREALIZED GAIN OR LOSS (MARKET VALUE VS BOOK VALUE)	INTEREST OR DIVIDENDS EARNED (14)	ACCRUED INTEREST AT PURCHASE	CURRENT QTR INTEREST RECEIVED	ACCRUAL 09-30-02	PRIOR QTRS INTEREST RECEIVED	PRIOR YEARS INTEREST RECEIVED	GAIN/LOSS ON SALE, MATURITY, OR CALL	DESCRIPTION	CURRENT QUARTER PRINCIPAL PAYMENTS	PRIOR QUARTERS PRINCIPAL PAYMENTS	PRIOR YEAR PRINCIPAL PAYMENTS	CUCIP #	*MOODY'S RATING	*STANDARD & POORS RATING
54	28,005.04	79,722.92	743.75	6,375.00	3,222.92	6375.00	63,750.00						575765MR0	AAA	AAA
55	24,096.25	82,177.70	6,363.19	6,125.00	986.81	6125.00	68,940.89						876385EV3	AAA	AAA
56	22,265.00	68,400.18	1,560.00	5,400.00	1,360.00	5400.00	56,220.18						45200LFZ4	AAA	AAA
57	17,019.00	102,000.00	7,565.00	7,650.00	2,550.00	7650.00	84,150.00						485085EJ9	AAA	AAA
58	7,109.25	48,471.25	1,253.75		2,571.25	3825.00	42,075.00						353186B32	AAA	AAA
59	28,632.00	65,057.78	866.67		4,391.11	5200.00	55,466.67						963027KD8	Aaa	AAA
60	23,415.40	73,941.11	0.00		4,028.29	5992.50	63,920.32						886138TW6	AAA	AAA
61	13,054.00	61,694.78	194.44	5,000.00	2,527.78	5000.00	49,167.00						440673QE4	AAA	AAA
62	26,962.34	78,977.06	2,654.17		4,282.06	6370.00	68,325.00						54473EAM6	Aaa	AAA
63	29,980.00	78,695.83	743.75		5,363.33	6375.00	66,937.50						939781MJ6	NR	AAA
64	12,257.50	73,470.13	1,697.22	5,875.00	2,970.14	5875.00	58,750.00						040649ED3	Aaa	AAA
65	12,602.50	38,524.60	486.11	3,125.00	503.47	3125.00	31,771.13						54473EDK7	AAA	AAA
66	24,890.00	68,958.89	4,770.00		5,358.89	5300.00	58,300.00						01728AFH4	AAA	AAA
67	26,563.52	60,354.03	2,749.31		3,109.03	4625.00	52,620.00						54473EAP9	Aaa	AAA
68	8,772.46	46,279.17	2,477.08		2,779.17	3625.00	39,875.00						544507MP8	Aaa	AAA
69	21,341.67	61,722.45	1,500.00		3,833.33	5000.00	52,869.12						052474LR2	AAA	AAA
70	20,731.32	61,528.47	398.61		3,445.14	5125.00	52,958.33						938429TP2	Aaa	AAA
71	15,530.46	45,020.83	333.33		2,520.83	3750.00	38,750.00						677597XS0	Aaa	AAA
72	22,487.50	35,573.33	555.83		3,673.33	4350.00	27,550.00						518091BB8	Aaa	AAA
73	12,937.29	39,533.13	940.62		3,251.88	4837.50	31,443.75						453430BA7	Aaa	AAA
74	13,478.72	32,800.00	455.56	4,100.00	1,366.67	4100.00	23,233.33						391577AJ2	Aaa	AAA
75	20,135.16	51,070.83	956.25		6,445.83	6375.00	38,250.00						36381PAL1	Aaa	
76	8,565.39	26,624.48	805.14	3,293.75	530.66	3293.75	19,506.32						021789BC5		AAA
77	18,242.77	39,972.23	1,555.56	5,000.00	805.56	5000.00	29,166.67						02913LAM7	Aaa	AAA

ACCT#	UNREALIZED GAIN OR LOSS (MARKET VALUE VS BOOK VALUE)	INTEREST OR DIVIDENDS EARNED (14)	ACCRUED INTEREST AT PURCHASE	CURRENT QTR INTEREST RECEIVED	ACCRUAL 09-30-02	PRIOR QTRS INTEREST RECEIVED	PRIOR YEARS INTEREST RECEIVED	GAIN/LOSS ON SALE, MATURITY, OR CALL	DESCRIPTION	CURRENT QUARTER PRINCIPAL PAYMENTS	PRIOR QUARTERS PRINCIPAL PAYMENTS	PRIOR YEAR PRINCIPAL PAYMENTS	CUCIP #	*MOODY'S RATING	*STANDARD & POORS RATING
78	21,907.20	32,575.83	375.88	7,517.50	2,505.83	7517.50	15,035.00						071855MG2	Aaa	AAA
79	1,968.84	10,521.88	2,953.13		2,646.88	3937.50	3,937.50						45200L2C9	AAA	NR
80	4,697.04	6,600.00	300.00		3,225.00	3375.00	0.00						729025JUL1	AAA	NR
81	8,008.82	9,583.75	2,422.50	3,825.00	1,933.75	3825.00	0.00						452223CH1	AAA	AAA
82	8,616.92	7,977.77	644.44	4,000.00	644.44	3333.33	0.00						577285XS3	AAA	AAA
83	9,455.55	14,525.00	4,812.50		4,025.00	5250.00	5,250.00						407272F73	AAA	AAA
84	12,327.66	14,666.67	0.00	12,000.00	2,666.67		0.00						803803RC1	Aaa	NR
85	4,510.04	9,620.00	3,280.00		2,420.00	3600.00	3,600.00						914364BE3	AAA	AAA
86	7,752.57	19,736.11	4,375.00	8,750.00	2,236.11	8750.00	0.00						97710NU61	AAA	AAA
87	7,521.00	16,033.33	5,466.67		4,033.33	6000.00	6,000.00						914364BE3	AAA	AAA
88	18,267.14	25,065.56	7,500.00	10,000.00	5,055.56	10000.00	0.00						167592KP8	AAA	AAA
89	9,192.18	18,533.33	6,416.67		4,537.50	8995.83	7,000.00				10,000.00		64711MLZ8	AAA	AAA
90	17,762.55	21,375.00	2,671.88	10,687.50	3,562.50	7125.00	0.00						517667DZ1	AAA	AAA
91	7,414.26	11,812.50	3,037.50	5,062.50	1,687.50	5062.50	0.00						472904MQ1	AAA	AAA
92	10,799.50	9,446.11	925.56	4,900.00	2,477.22	2068.89	0.00						611148AK3	AAA	NR
93	7,827.46	12,025.00	4,225.00		3,025.00	4500.00	4,500.00						442436G62	AAA	AAA
94	9,359.68	17,101.67	981.67		6,251.67	10850.00	0.00						850272PC3	Aaa	AAA
95	18,215.23	14,711.11	888.89		5,377.78	9333.33	0.00						93978ERV6	Aaa	AAA
96	14,218.35	12,820.83	1,841.67		6,445.83	6375.00	0.00						58333AAN1	AAA	AAA
97	14,141.03	9,226.63	347.08		9,226.63		0.00						311081CX9	Aaa	NR
98	12,677.48	11,033.33	933.33	8,000.00	3,033.33		0.00						454398CE6	Aaa	AAA
99	14,305.99	11,409.50	996.87		5,225.00	6184.50	0.00						809545HN9	Aaa	NR
100	25,219.60	16,722.22	111.11		6,722.22	10000.00	0.00						750021E60	Aaa	AAA
101	4,359.69	7,147.23	710.42		3,918.06	3229.17	0.00						925734JF3	AAA	NR

SCHEDULE 1A
BONDS-TAX FREE
09-30-02

ACCT. 1520

ACCT#	TRADE DATE	DATED DATE	DUE DATE	DESCRIPTION	INTEREST		MATURITY		CALLABLE	DATE ACQUIRED		FROM WHOM ACQUIRED	MARKET VALUE 09-30-02 (10)	TOTAL PAR VALUE (11)	COST TO COMPANY (EXCLUDING ACC INTEREST AND DIVIDENDS) (12)	BOOK VALUE 09-30-02 (13)
					RATE OF	HOW PAID	YEAR	MONTH		YEAR	MONTH					
SECTION A - BONDS																
102	11-09-01	12-01-01	12-01-2013	UNIVERSITY ARK UNIV REV'S (SEGREGATED FOR NAT UPR)	4.000%	JUN & DEC 01	MS	2013	DECEMBER	@100%	12-01-2011	12-13-01	MORGAN STANLEY	400,000.00	396,244.00	396,503.00
103	04-22-02	04-01-02	06-15-2012	SAN FRANCISCO CA CITY & CNTY (SEGREGATED FOR NAT UPR)	4.000%	JUN & DEC 15	PW	2012	JUNE	@102%	06-15-2012	04-25-02	PAINE WEBBER	420,000.00	415,837.80	416,022.78
104	04-23-02	04-01-02	07-01-2012	IOWA CITY IA SWR REV REF (SEGREGATED FOR NAT UPR)	4.100%	JAN & JUL 01	MS	2012	JULY	@100%	07-01-2010	04-28-02	MORGAN STANLEY	250,000.00	247,932.50	248,023.70
105	04-23-02	04-01-02	11-01-2013	ARIZONA ST CTF'S PARTN REV SER (SEGREGATED FOR NAT UPR)	4.500%	MAY & NOV 01	MS	2013	NOVEMBER	@100%	05-01-2012	04-26-02	MORGAN STANLEY	250,000.00	253,015.00	252,866.74
106	04-22-02	04-15-02	07-15-2013	ALASKA ST COP PSYCHIATRIC INST (SEGREGATED FOR NAT UPR)	4.600%	JAN & JUL 15	MS	2013	JULY	@100%	07-15-2012	04-25-02	MORGAN STANLEY	230,000.00	230,000.00	230,000.00
107	04-30-02	04-15-02	12-01-2013	LORAIN OH GENL OBLIG (SEGREGATED FOR NAT UPR)	4.250%	JUL & DEC 01	MS	2013	DECEMBER					260,000.00	259,854.40	259,859.60
108	05-01-02	04-01-02	04-01-2011	OMAHA CONVENTION HOTEL (SEGREGATED FOR NAT UPR)	4.250%	APR & OCT 01	MS	2011	APRIL					220,000.00	222,433.20	222,320.55
109	05-01-02	01-15-98	07-01-2013	MARICOPA CNTY ARIZ SCH (SEGREGATED FOR NAT UPR)	4.500%	JAN & JUL 01	MS	2013	JULY					250,000.00	255,377.50	255,178.35
110	05-01-02	10-01-93	11-01-2013	CHICAGO ILL WTR REV REF (SEGREGATED FOR NAT UPR)	4.125%	MAY & NOV 01	MS	2013	NOVEMBER					250,000.00	246,065.00	246,206.55
111	05-02-02	04-01-02	09-01-2012	SUMNER CNTY KANS UNI SCH (SEGREGATED FOR NAT UPR)	4.625%	MAR & SEP 01	PW	2012	SEPTEMBER	@100%	09-01-2010	05-09-02	PAINE WEBBER	240,000.00	247,080.00	246,729.50
112	04-09-02	05-01-02	02-01-2012	TELEFORD BORO AUTH PA (SEGREGATED FOR NAT UPR)	4.375%	FEB & AUG 01	PW	2012	FEBRUARY	@100%	08-01-2007	05-14-02	PAINE WEBBER	330,000.00	328,333.40	329,361.65
113	05-01-02	04-15-02	08-15-2012	SOUTH TEXAS CMNTY COLLEGE (SEGREGATED FOR NAT UPR)	4.375%	FEB & AUG 15	PW	2012	AUGUST					145,000.00	145,883.05	145,847.45
114	05-15-02	05-01-02	10-01-2012	OSCEOLA CNTY FL TOURIST DEV (SEGREGATED FOR NAT UPR)	4.250%	APR & OCT 01	PW	2012	OCTOBER					250,000.00	250,937.50	250,900.30
115	05-24-02	05-29-02	04-01-2011	NORTH ROSE-WOLCOTT NY (SEGREGATED FOR NAT UPR)	4.000%	APR & OCT 01	MS	2011	APRIL					250,000.00	249,987.50	249,988.10
116	05-24-02	05-15-02	07-15-2012	HOOKSETT N H SCH DIST (SEGREGATED FOR NAT UPR)	4.100%	JAN & JUL 15	MS	2012	JULY					250,000.00	248,965.00	249,007.05
117	05-15-02	05-01-02	09-15-2012	EDINBURG TEX UTIL SYS REV (SEGREGATED FOR NAT UPR)	4.300%	MAR & SEP 15	PW	2012	SEPTEMBER					250,000.00	249,985.00	249,985.48
118	05-28-02	06-01-02	02-01-2014	ELLIS CNTY TEX GENL OBLIG REF (SEGREGATED FOR NAT UPR)	4.500%	FEB & AUG 01	MS	2014	FEBRUARY	@100%	02-01-2012	06-12-02	MORGAN STANLEY	250,000.00	249,987.50	249,987.86
119	06-18-02	06-01-02	06-01-2011	WATER LOO IOWA (SEGREGATED FOR NAT UPR)	4.000%	JUN & DEC 01	MS	2012	JUNE	@100%	06-01-2010	06-27-02	PAINE WEBBER	270,000.00	269,991.90	269,992.18
120	06-25-02	06-01-02	12-01-2012	PARMA OHIO CITY SCH DIST (SEGREGATED FOR NAT UPR)	4.000%	JUN & DEC 01	PW	2012	JUNE					250,000.00	249,992.50	249,992.74
121	06-19-02	07-01-02	12-01-2012	SAMMAMISH WASH (SEGREGATED FOR NAT UPR)	4.000%	JUN & DEC 01	PW	2012	DECEMBER					285,000.00	285,000.00	285,000.00
122	06-24-02	07-09-02	10-01-2012	WYANDOTTE MICH ELEC REV (SEGREGATED FOR NAT UPR)	4.100%	APR & OCT 01	PW	2012	OCTOBER	@101%	10-01-2008	07-09-02	PAINE WEBBER	250,000.00	251,725.00	251,656.90
123	06-24-02	07-01-02	12-01-2012	SNOMISH CNTY WASH SCH DIST (SEGREGATED FOR NAT UPR)	4.100%	JUN & DEC 01	PW	2012	DECEMBER					250,000.00	251,042.50	251,017.69
124	06-25-02	07-11-02	09-02-2012	SAN JOAQUIN CALIF AREA FLOOD (SEGREGATED FOR NAT UPR)	4.100%	MAR & SEP 02	PW	2012	SEPTEMBER	@103%	03-02-2003	07-11-02	PAINE WEBBER	250,000.00	252,055.00	251,370.01
125	07-08-02	07-01-02	10-01-2013	WESTERN WIS TECHNICAL COLLEG (SEGREGATED FOR NAT UPR)	4.150%	APR & OCT 01	MS	2013	OCTOBER	@100%	10-01-2009	07-11-02	MORGAN STANLEY	320,000.00	319,980.80	319,981.22

ACCT#	UNREALIZED GAIN OR LOSS (MARKET VALUE VS BOOK VALUE)	INTEREST OR DIVIDENDS EARNED (14)	ACCRUED INTEREST AT PURCHASE	CURRENT QTR INTEREST RECEIVED	ACCRUAL 09-30-02	PRIOR QTRS INTEREST RECEIVED	PRIOR YEARS INTEREST RECEIVED	GAIN/LOSS ON SALE, MATURITY, OR CALL	DESCRIPTION	CURRENT QUARTER PRINCIPAL PAYMENTS	PRIOR QUARTERS PRINCIPAL PAYMENTS	PRIOR YEAR PRINCIPAL PAYMENTS	CUCIP #	*MOODY'S RATING	*STANDARD & POORS RATING
102	17,589.00	13,377.78	533.33		5,377.78	8000.00	0.00						914084KF4	Aaa	NR
103	33,074.82	8,493.33	1,120.00		8,493.33		0.00						79764SV21	AAA	AAA
104	13,133.80	5,181.95	711.81		5,181.95		0.00						462362KE3	Aaa	NR
105	15,115.76	5,687.50	781.25		5,687.50		0.00						040588TQ8	Aaa	AAA
106	15,978.10	4,937.33	293.89		4,937.33		0.00						011801CR6	Aaa	AAA
107	15,672.80	5,156.67	552.50		5,156.67		0.00						543553JR3	Aaa	NR
108	12,945.25	4,726.95	909.03		4,726.95		0.00						681663AE0	Aaa	AAA
109	8,604.15	8,468.75	3,906.25	5,625.00	2,843.75		0.00						566897PW8	Aaa	AAA
110	15,378.45	4,354.17	143.23		4,354.17		0.00						167736ME4	Aaa	AAA
111	13,380.10	5,611.67	1,171.67		5,611.67		0.00						866398CS7	AAA	AAA
112	14,726.05	6,015.62	521.35	3,609.37	2,406.25		0.00						879576BC9	AAA	AAA
113	9,850.65	2,960.42	634.38		2,960.42		0.00						84055QCC2	AAA	AAA
114	16,664.70	4,486.11	826.39		4,486.11		0.00						68803PAK6	AAA	NR
115	12,949.40	3,444.45	27.78		3,444.45		0.00						662028DL0	Aaa	NR
116	15,130.45	3,929.16	427.08		3,929.16		0.00						439065AK9	Aaa	NR
117	17,032.02	4,449.31	1,015.28	4,001.39	447.92		0.00						280814GG3	AAA	AAA
118	13,727.14	3,750.00	343.75	1,875.00	1,875.00		0.00						288713EP1	Aaa	NR
119	11,990.42	3,630.00	780.00		3,630.00		0.00						9416386B9	AAA	NR
120	13,362.26	3,361.11	750.00		3,361.11		0.00						701740WZ1	AAA	AAA
121	13,970.70	2,881.67	31.67		2,881.67		0.00						79588HAK2	AAA	AAA
122	9,213.10	2,363.19	0.00		2,363.19		0.00						982788CZ2	AAA	AAA
123	12,124.81	1,480.56	256.25		1,480.56		0.00						833119RP7	AAA	AAA
124	6,939.99	2,306.25	0.00		2,306.25		0.00						798062BD6	AAA	AAA
125	11,417.18	3,356.89	368.89		3,356.89		0.00						95988LPX1	Aaa	AAA